

SUBSTITUTE FOR
HOUSE BILL NO. 5313

A bill to make, supplement, adjust, and consolidate appropriations for various state departments and agencies, the judicial branch, and the legislative branch for the fiscal year ending September 30, 2015 and other fiscal years; to provide for certain conditions on appropriations; to provide for the expenditure of the appropriations; and to repeal acts and parts of acts.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

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ARTICLE I

DEPARTMENT OF AGRICULTURE AND RURAL DEVELOPMENT

PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. There is appropriated for the department of agriculture and rural development for the fiscal year ending

1 September 30, 2015, from the following funds:

2 **DEPARTMENT OF AGRICULTURE AND RURAL DEVELOPMENT**

3 APPROPRIATION SUMMARY

4	Full-time equated unclassified positions.....	6.0	
5	Full-time equated classified positions.....	440.0	
6	GROSS APPROPRIATION.....		\$ 82,398,600
7	Interdepartmental grant revenues:		
8	Total interdepartmental grants and intradepartmental		
9	transfers		318,100
10	ADJUSTED GROSS APPROPRIATION.....		\$ 82,080,500
11	Federal revenues:		
12	Total federal revenues.....		9,212,900
13	Special revenue funds:		
14	Total private revenues.....		98,300
15	Total other state restricted revenues.....		29,893,200
16	State general fund/general purpose.....		\$ 42,876,100
17	Sec. 102. DEPARTMENTWIDE		
18	Full-time equated unclassified positions.....	6.0	
19	Full-time equated classified positions.....	27.0	
20	Commissions and boards.....		\$ 23,800
21	Unclassified positions--6.0 FTE positions.....		724,700
22	Executive direction--9.0 FTE positions.....		1,392,800
23	Operational services--15.0 FTE positions.....		1,065,700
24	Statistical reporting service--1.0 FTE positions.....		150,900
25	Emergency management--2.0 FTE positions.....		559,500
26	Accounting service center.....		968,100
27	Building occupancy charges.....		<u>622,500</u>

1	GROSS APPROPRIATION.....	\$	5,508,000
2	Appropriated from:		
3	Federal revenues:		
4	HHS-FDA.....		282,600
5	Special revenue funds:		
6	Private - commodity group revenue.....		77,600
7	Agricultural preservation fund.....		15,000
8	Agriculture licensing and inspection fees.....		112,100
9	Freshwater protection fund.....		22,200
10	Industry support funds.....		53,500
11	Nonretail liquor fees.....		27,800
12	Refined petroleum fund.....		220,300
13	State general fund/general purpose.....	\$	4,696,900
14	Sec. 103. INFORMATION AND TECHNOLOGY		
15	Information technology services and projects.....	\$	<u>1,460,000</u>
16	GROSS APPROPRIATION.....	\$	1,460,000
17	Appropriated from:		
18	Interdepartmental grant revenues:		
19	IDG from LARA (LCC), liquor quality testing fees.....		3,200
20	Special revenue funds:		
21	Agricultural preservation fund.....		200
22	Agriculture equine industry development fund.....		84,800
23	Agriculture licensing and inspection fees.....		32,400
24	Freshwater protection fund.....		100
25	Gasoline inspection testing fund.....		31,400
26	Nonretail liquor fees.....		500
27	State general fund/general purpose.....	\$	1,307,400

1	Sec. 104. FOOD AND DAIRY		
2	Full-time equated classified positions.....	107.0	
3	Food safety and quality assurance--81.0 FTE positions		\$ 12,078,200
4	Milk safety and quality assurance--26.0 FTE positions		<u>3,619,200</u>
5	GROSS APPROPRIATION.....		\$ 15,697,400
6	Appropriated from:		
7	Federal revenues:		
8	HHS-FDA.....		1,175,800
9	USDA, multiple grants.....		134,200
10	Special revenue funds:		
11	Consumer and industry food safety education fund.....		318,700
12	Dairy and food safety fund.....		3,366,500
13	State general fund/general purpose.....		\$ 10,702,200
14	Sec. 105. ANIMAL INDUSTRY		
15	Full-time equated classified positions.....	60.0	
16	Animal disease prevention and response--60.0 FTE		
17	positions		\$ 8,836,600
18	Indemnification - livestock depredation.....		<u>50,000</u>
19	GROSS APPROPRIATION.....		\$ 8,886,600
20	Appropriated from:		
21	Federal revenues:		
22	HHS-FDA.....		45,900
23	USDA, multiple grants.....		519,500
24	Special revenue funds:		
25	Agriculture licensing and inspection fees.....		40,400
26	Animal welfare fund.....		217,400
27	State general fund/general purpose.....		\$ 8,063,400

1	Sec. 106. PESTICIDE AND PLANT PEST MANAGEMENT	
2	Full-time equated classified positions.....	86.0
3	Pesticide and plant pest management--81.0 FTE	
4	positions	\$ 12,181,800
5	Producer security/grain dealers--5.0 FTE positions ...	<u>646,700</u>
6	GROSS APPROPRIATION.....	\$ 12,828,500
7	Appropriated from:	
8	Federal revenues:	
9	Department of interior.....	222,600
10	EPA, multiple grants.....	525,700
11	HHS-FDA.....	320,700
12	USDA, multiple grants.....	832,100
13	Special revenue funds:	
14	Private - slow-the-spread foundation.....	20,700
15	Agriculture licensing and inspection fees.....	3,818,700
16	Commodity inspection fees.....	437,100
17	Freshwater protection fund.....	151,900
18	Grain dealers fee fund.....	606,400
19	Horticulture fund.....	38,300
20	Industry support funds.....	243,000
21	State general fund/general purpose.....	\$ 5,611,300
22	Sec. 107. ENVIRONMENTAL STEWARDSHIP	
23	Full-time equated classified positions.....	55.0
24	Environmental stewardship--8.0 FTE positions.....	\$ 1,246,100
25	Michigan agriculture environmental assurance program--	
26	15.0 FTE positions	3,984,100
27	Farmland and open space preservation--7.0 FTE	

1	positions	584,000
2	Qualified forest program--9.0 FTE positions	1,935,000
3	Local conservation districts	2,173,800
4	Migrant labor housing--9.0 FTE positions	1,214,300
5	Right-to-farm--3.0 FTE positions	569,000
6	Intercounty drain--4.0 FTE positions	<u>475,100</u>
7	GROSS APPROPRIATION	\$ 12,181,400
8	Appropriated from:	
9	Interdepartmental grant revenues:	
10	IDG from MDEQ, biosolids	101,400
11	Federal revenues:	
12	Department of interior	120,600
13	EPA, multiple grants	305,600
14	USDA, multiple grants	917,000
15	Special revenue funds:	
16	Agricultural preservation fund	584,000
17	Freshwater protection fund	5,013,000
18	Migratory labor housing fund	164,600
19	Private forestland enhancement fund	35,000
20	State general fund/general purpose	\$ 4,940,200
21	Sec. 108. LABORATORY PROGRAM	
22	Full-time equated classified positions..... 90.0	
23	Laboratory services--36.0 FTE positions	\$ 5,409,200
24	USDA monitoring--13.0 FTE positions	1,598,600
25	Consumer protection program--41.0 FTE positions	<u>6,083,100</u>
26	GROSS APPROPRIATION	\$ 13,090,900
27	Appropriated from:	

1	Interdepartmental grant revenues:		
2	IDG from LARA (LCC), liquor quality testing fees		213,500
3	Federal revenues:		
4	EPA, multiple grants		168,900
5	HHS-FDA		613,100
6	USDA, multiple grants		1,599,500
7	Special revenue funds:		
8	Agriculture equine industry development fund		611,700
9	Agriculture licensing and inspection fees		77,400
10	Gasoline inspection and testing fund		2,562,300
11	Refined petroleum fund		3,691,700
12	Renewable fuels fund		51,800
13	Testing fees		288,400
14	Weights and measures regulation fees		1,002,200
15	State general fund/general purpose	\$	2,210,400
16	Sec. 109. AGRICULTURE DEVELOPMENT		
17	Full-time equated classified positions	14.0	
18	Agriculture development--11.0 FTE positions		\$ 2,728,600
19	Food and agriculture industry growth initiative		1,000,000
20	Grape and wine program--3.0 FTE positions		808,500
21	Rural development value-added grants		<u>1,050,000</u>
22	GROSS APPROPRIATION		\$ 5,587,100
23	Appropriated from:		
24	Federal revenues:		
25	USDA, multiple grants		1,429,100
26	Special revenue funds:		
27	Industry support funds		131,900

1	Nonretail liquor fees.....		783,400
2	State general fund/general purpose.....	\$	3,242,700
3	Sec. 110. FAIRS AND EXPOSITIONS		
4	Full-time equated classified positions.....	1.0	
5	Fairs and racing--1.0 FTE positions.....	\$	356,700
6	Shows and expositions.....		50,000
7	County fairs capital improvement grants.....		301,600
8	Purses and supplements - fairs/licensed tracks.....		1,184,600
9	Licensed tracks - light horse racing.....		67,400
10	Light horse racing - breeders' awards.....		33,400
11	Standardbred breeders' awards.....		478,100
12	Standardbred purses and supplements - licensed tracks		882,700
13	Standardbred sire stakes.....		399,700
14	Thoroughbred supplements - licensed tracks.....		645,400
15	Thoroughbred breeders' awards.....		599,700
16	Thoroughbred sire stakes.....		<u>409,400</u>
17	GROSS APPROPRIATION.....	\$	5,408,700
18	Appropriated from:		
19	Special revenue funds:		
20	Agriculture equine industry development fund.....		5,057,100
21	State general fund/general purpose.....	\$	351,600
22	Sec. 111. ONE-TIME BASIS ONLY		
23	Food and agriculture industry growth initiative.....	\$	<u>1,750,000</u>
24	GROSS APPROPRIATION.....	\$	1,750,000
25	Appropriated from:		
26	State general fund/general purpose.....	\$	1,750,000

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PART 2
PROVISIONS CONCERNING APPROPRIATIONS
FOR FISCAL YEAR 2014-2015

GENERAL SECTIONS

Sec. 201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state resources under part 1 for fiscal year 2014-2015 is \$72,769,300.00 and state spending from state resources to be paid to local units of government for fiscal year 2014-2015 is \$4,750,000.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF AGRICULTURE AND RURAL DEVELOPMENT

Environmental stewardship.....	\$	209,000
Michigan agriculture environment assurance program...		2,000,000
Local conservation districts.....		1,041,000
Qualified forest program.....		<u>1,500,000</u>
TOTAL.....	\$	4,750,000

Sec. 202. The appropriations authorized under part 1 and this part are subject to the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

Sec. 203. As used in part 1 and this part:

(a) "Department" means the department of agriculture and rural development.

(b) "Director" means the director of the department.

(c) "EPA" means the United States environmental protection agency.

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- 1 (d) "FTE" means full-time equated.
- 2 (e) "HHS-FDA" means the United States department of health and
3 human services - food and drug administration.
- 4 (f) "IDG" means interdepartmental grant.
- 5 (g) "LARA" means the Michigan department of licensing and
6 regulatory affairs.
- 7 (h) "LCC" means the Michigan liquor control commission.
- 8 (i) "MDEQ" means the Michigan department of environmental
9 quality.
- 10 (j) "MDNR" means the Michigan department of natural resources.
- 11 (k) "MOU" means memorandum of understanding.
- 12 (l) "TB" means tuberculosis.
- 13 (m) "USDA" means the United States department of agriculture.
- [Sec. 205. (1) For each new program or program increase for which funds are appropriated in part 1, the department shall report the following to the house and senate appropriations committees, the house and senate fiscal agencies, and the state budget director:
- (a) By November 1, 2014, a list of specific benchmarks intended to measure the performance or return on taxpayer investment of the program and its associated expenditures.
- (b) By March 1, 2015, an update on the progress of the program and the status of expenditures for the program as measured by those benchmarks.
- (2) It is the intent of the legislature that, beginning with the budget for the fiscal year ending September 30, 2016, any proposal for a new program or spending increase on existing programs initiated by the executive branch or the legislature shall include, as part of the original proposal or budget request, a specific list of benchmarks intended to measure the performance or return on taxpayer investment of the program or spending increase.]
- 14 Sec. 206. (1) In addition to the funds appropriated in part 1,
15 there is appropriated an amount not to exceed \$5,000,000.00 for
16 federal contingency funds. These funds are not available for
17 expenditure until they have been transferred to another line item
18 in part 1 under section 393(2) of the management and budget act,
19 1984 PA 431, MCL 18.1393.
- 20 (2) In addition to the funds appropriated in part 1, there is
21 appropriated an amount not to exceed \$6,000,000.00 for state
22 restricted contingency funds. These funds are not available for
23 expenditure until they have been transferred to another line item
24 in part 1 under section 393(2) of the management and budget act,
25 1984 PA 431, MCL 18.1393.
- 26 (3) In addition to the funds appropriated in part 1, there is
27 appropriated an amount not to exceed \$100,000.00 for local

1 contingency funds. These funds are not available for expenditure
2 until they have been transferred to another line item in part 1
3 under section 393(2) of the management and budget act, 1984 PA 431,
4 MCL 18.1393.

5 (4) In addition to the funds appropriated in part 1, there is
6 appropriated an amount not to exceed \$100,000.00 for private
7 contingency funds. These funds are not available for expenditure
8 until they have been transferred to another line item in part 1
9 under section 393(2) of the management and budget act, 1984 PA 431,
10 MCL 18.1393.

11 Sec. 207. The department shall cooperate with the department
12 of technology, management, and budget to maintain a searchable
13 website accessible by the public at no cost that includes, but is
14 not limited to, all of the following:

15 (a) Fiscal year-to-date expenditures by category.

16 (b) Fiscal year-to-date expenditures by appropriation unit.

17 (c) Fiscal year-to-date payments to a selected vendor,
18 including the vendor name, payment date, payment amount, and
19 payment description.

20 (d) The number of active department employees by job
21 classification.

22 (e) Job specifications and wage rates.

23 Sec. 208. The departments and agencies receiving
24 appropriations in part 1 shall use the Internet to fulfill the
25 reporting requirements of this part. This requirement may include
26 transmission of reports via electronic mail to the recipients
27 identified for each reporting requirement, or it may include

1 placement of reports on an Internet or Intranet site.

2 Sec. 209. Funds appropriated in part 1 shall not be used for
3 the purchase of foreign goods or services, or both, if
4 competitively priced and of comparable quality American goods or
5 services, or both, are available. Preference shall be given to
6 goods or services, or both, manufactured or provided by Michigan
7 businesses, if they are competitively priced and of comparable
8 quality. In addition, preference shall be given to goods or
9 services, or both, that are manufactured or provided by Michigan
10 businesses owned and operated by veterans, if they are
11 competitively priced and of comparable quality.

12 Sec. 210. The director shall take all reasonable steps to
13 ensure businesses in deprived and depressed communities compete for
14 and perform contracts to provide services or supplies, or both.
15 Each director shall strongly encourage firms with which the
16 department contracts to subcontract with certified businesses in
17 depressed and deprived communities for services, supplies, or both.

18 Sec. 212. The department and agencies receiving appropriations
19 in part 1 shall receive and retain copies of all reports funded
20 from appropriations in part 1. Federal and state guidelines for
21 short-term and long-term retention of records shall be followed.
22 The department may electronically retain copies of reports unless
23 otherwise required by federal and state guidelines.

24 Sec. 215. The department shall not take disciplinary action
25 against an employee for communicating with a member of the
26 legislature or his or her staff.

27 Sec. 218. The departments and agencies receiving

1 appropriations in part 1 shall prepare a report on out-of-state
2 travel expenses not later than January 1 of each year. The travel
3 report shall be a listing of all travel by classified and
4 unclassified employees outside this state in the immediately
5 preceding fiscal year that was funded in whole or in part with
6 funds appropriated in the department's budget. The report shall be
7 submitted to the house and senate appropriations committees, the
8 house and senate fiscal agencies, and the state budget director.
9 The report shall include the following information:

10 (a) The dates of each travel occurrence.

11 (b) The transportation and related costs of each travel
12 occurrence, including the proportion funded with state general
13 fund/general purpose revenues, the proportion funded with state
14 restricted revenues, the proportion funded with federal revenues,
15 and the proportion funded with other revenues.

16 Sec. 228. Not later than November 30, the state budget office
17 shall prepare and transmit a report that provides for estimates of
18 the total general fund/general purpose appropriation lapses at the
19 close of the fiscal year. This report shall summarize the projected
20 year-end general fund/general purpose appropriation lapses by major
21 departmental program or program areas. The report shall be
22 transmitted to the chairpersons of the senate and house of
23 representatives standing committees on appropriations and the
24 senate and house fiscal agencies.

25 Sec. 229. Within 14 days after the release of the executive
26 budget recommendation, the department shall cooperate with the
27 state budget office to provide the senate and house appropriations

1 chairs, the senate and house appropriations subcommittees on
2 agriculture and rural development, respectively, and the senate and
3 house fiscal agencies with an annual report on estimated state
4 restricted fund balances, state restricted fund projected revenues,
5 and state restricted fund expenditures for the fiscal years ending
6 September 30, 2014 and September 30, 2015.

7 Sec. 230. Funds appropriated in part 1 shall not be used by a
8 principal executive department, state agency, or authority to hire
9 a person to provide legal services that are the responsibility of
10 the attorney general. This prohibition does not apply to legal
11 services for bonding activities and for those outside services that
12 the attorney general authorizes.

13 Sec. 231. The department shall maintain, on a publicly
14 accessible website, a department scorecard that identifies, tracks,
15 and regularly updates key metrics that are used to monitor and
16 improve the agency's performance.

17 Sec. 232. Total authorized appropriations from all sources
18 under part 1 for legacy costs for the fiscal year ending September
19 30, 2015 is \$11,651,400.00. From this amount, total agency
20 appropriations for pension-related legacy costs are estimated at
21 \$6,512,000.00. Total agency appropriations for retiree health care
22 legacy costs are estimated at \$5,139,400.00.

23 Sec. 233. It is the intent of the legislature that the
24 department identify the amounts for normal retirement costs and
25 legacy retirement costs for the fiscal year ending on September 30,
26 2016 for the line items listed in part 1.

1 **DEPARTMENTWIDE**

2 Sec. 301. (1) Pursuant to the appropriations in part 1, the
3 department may receive and expend revenue and use that revenue to
4 cover necessary expenses related to publications, audit and
5 licensing functions, livestock sales, certification of nursery
6 stock, and laboratory analyses as specified in the following:

7 (a) Management services publications.

8 (b) Management services audit and licensing functions.

9 (c) Pesticide and plant pest management propagation and
10 certification of virus-free foundation stock.

11 (d) Pesticide and plant pest management grading services.

12 (e) Laboratory support testing for testing horses in draft
13 horse pulling contests at county fairs when local jurisdictions
14 request state assistance.

15 (f) Laboratory support analyses to determine foreign
16 substances in horses engaged in racing or pulling contests at
17 tracks.

18 (g) Laboratory support analyses of food, livestock, and
19 agricultural products for disease, foreign products for disease,
20 toxic materials, foreign substances, and quality standards.

21 (h) Laboratory support test samples for other agencies and
22 organizations.

23 (i) Fruit and vegetable inspection at shipping and termination
24 points and processing plants.

25 (2) The department shall notify the senate and house
26 appropriations subcommittees on agriculture and rural development
27 and the senate and house fiscal agencies 30 days prior to proposing

1 changes in fees authorized under this section or under section 5 of
2 1915 PA 91, MCL 285.35.

3 (3) Annually, before February 1, the department shall provide
4 a report to the senate and house appropriations subcommittees on
5 agriculture and rural development and the senate and house fiscal
6 agencies detailing all the fees charged by the department under the
7 authorization provided in this section, including, but not limited
8 to, rates, number of individuals paying each fee, and the revenue
9 generated by each fee in the previous fiscal year.

10 Sec. 302. Of the funds appropriated in part 1 that are other
11 than line-item grants, the department shall not provide grants to
12 local government agencies, institutions of higher education, or
13 nonprofit organizations unless the department provides notice of
14 the grant to the senate and house appropriations subcommittees on
15 agriculture and rural development at least 10 days before the grant
16 is issued. The grants shall be used to support research or other
17 related activities for the purpose of enhancing the agricultural
18 industries in this state.

19 **FOOD AND DAIRY**

20 Sec. 402. Not later than April 1, the department shall provide
21 a report to the senate and house appropriations subcommittees on
22 agriculture and rural development and the senate and house fiscal
23 agencies describing significant food-borne outbreaks and
24 emergencies, including any enforcement actions taken related to
25 food safety during the immediately preceding fiscal year.

1 **ANIMAL INDUSTRY**

2 Sec. 451. From the funds appropriated in part 1 for bovine
3 tuberculosis, the department shall pay for all whole herd testing
4 costs and individual animal testing costs in the modified
5 accredited zone to maintain split-state status requirements. These
6 costs include indemnity and compensation for injury causing death
7 or downer to animals.

8 Sec. 453. (1) Of the funds appropriated in part 1, the
9 department may provide for indemnity as provided for pursuant to
10 the animal industry act, 1988 PA 466, MCL 287.701 to 287.746, not
11 to exceed \$100,000.00 per order from any line item for the current
12 fiscal year. Before the department provides for an indemnification
13 under this section, the department shall report the reason for the
14 indemnification, the amount of the indemnification, and to whom the
15 indemnification is to be paid. The report shall be given to each
16 member of the senate and house appropriations subcommittees on
17 agriculture and rural development and to the senate and house
18 fiscal agencies and to the state budget director.

19 (2) The department of agriculture and rural development shall
20 make an indemnification payment for the fair market value of
21 livestock killed by a wolf, coyote, or cougar, if the kill is
22 verified by the department of natural resources. The fair market
23 value of the livestock shall be determined pursuant to the
24 indemnification procedures prescribed in the animal industry act,
25 1988 PA 466, MCL 287.701 to 287.746.

26 (3) The funds appropriated in part 1 for indemnification -
27 livestock depredation are appropriated for indemnification payments

1 and related department costs under subsection (2). On or before
2 March 1 of the current fiscal year, the department shall report to
3 the house and senate appropriations subcommittees on agriculture
4 and rural development, and the house and senate fiscal agencies, on
5 costs incurred in the previous 2 fiscal years for indemnification
6 payments to producers made under subsection (2) and related
7 department costs.

8 Sec. 454. The department shall use its resources to
9 collaborate with the USDA to obtain TB-free status for the area of
10 the Lower Peninsula that is zoned as modified accredited advanced.
11 The department shall also aggressively work toward eradicating
12 bovine TB in the modified accredited zone.

13 Sec. 456. Of the funds appropriated in part 1, no funds shall
14 be used to enforce the mandatory electronic animal identification
15 program for any domestic animals other than cattle until specific
16 procedures and guidelines for electronic animal identification are
17 outlined in statute.

18 Sec. 457. On or before October 15 of the current fiscal year
19 and on a quarterly basis thereafter, the department shall report to
20 the senate and house agriculture committees, the senate and house
21 appropriations subcommittees on agriculture and rural development,
22 and the senate and house fiscal agencies on the department's
23 progress toward meeting the USDA requirements as outlined in the
24 March 2007 bovine TB program review. The report shall include, but
25 is not limited to, information and data on: wildlife risk
26 mitigation plan implementation in the modified accredited zone;
27 implementation of a movement certificate process; progress toward

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1 annual surveillance test requirements set out in the June 2007 MOU;
2 efforts to work with slaughter facilities in Michigan, as well as
3 those that slaughter a significant number of animals from Michigan;
4 educational programs and information for Michigan's livestock
5 community; any other item the legislature should be aware of that
6 will promote or hinder efforts to achieve bovine TB-free status for
7 Michigan.

8 Sec. 458. From the funds appropriated in part 1 for animal
9 industry, the department shall provide inspection and testing of
10 aquaculture facilities and aquaculture researchers as provided
11 under section 7 of the Michigan aquaculture development act, 1996
12 PA 199, MCL 286.877. It is the intent of the legislature that the
13 department shall work with aquaculture facilities and aquaculture
14 researchers to identify, contain, and eradicate viral hemorrhagic
15 septicemia in this state.

[Sec. 459. It is the intent of the legislature that the department shall not conduct whole herd bovine TB testing on any 1 herd in a TB-free zone more often than every 4 years or re-test until all other herds in their county have been tested, unless involved in an epidemiological investigation, there is an outbreak within a 10 radius mile area, or is not on a verified wildlife risk mitigated premises. If there is an outbreak within a 10 radius mile area, protocols outlined by the current memorandum of understanding with the USDA shall be used.]

16 **ENVIRONMENTAL STEWARDSHIP**

17 Sec. 601. The part 1 appropriation line item environmental
18 stewardship shall be used to support department agriculture
19 pollution prevention programs, including groundwater and freshwater
20 protection programs under part 87 of the Michigan natural resources
21 and environmental protection act, 1994 PA 451, MCL 324.8701 to
22 324.8717, and technical assistance in implementing conservation
23 grants available under the federal farm bill of 2014.

24 Sec. 603. The appropriation in part 1 for local conservation
25 districts shall be allocated in the following manner:

26 (a) Of the total appropriation, [local conservation districts

1 management of nonindustrial private forestland to foster the growth
2 of Michigan's timber product industry.

3 **AGRICULTURE DEVELOPMENT**

4 Sec. 701. (1) The department shall establish and administer a
5 rural development value-added grant program. The program shall
6 promote the expansion of value-added agricultural production,
7 processing, and access within the state.

8 (2) The department shall award grants on a competitive basis
9 from the funds appropriated in part 1 for rural development value-
10 added grants. Grantees will be required to provide a cash match and
11 identify measurable project outcomes. Eligible grantees may
12 include, but are not limited to, individuals, partnerships,
13 cooperatives, private or public corporations, and local units of
14 government.

15 (3) A joint evaluation committee shall be selected by the
16 director with representatives with agriculture, business, and
17 economic development expertise. The joint evaluation committee
18 shall identify criteria, evaluate applications, and provide
19 recommendations to the director for final approval of grant awards.

20 (4) The department may expend money from the funds
21 appropriated in part 1 for the rural development value-added grants
22 for administering the program.

23 (5) The unexpended portion of the rural development value-
24 added grant program is considered a work project appropriation in
25 accordance with the management and budget act, 1984 PA 431, MCL
26 18.1101 to 18.1594.

1 (6) The department shall provide a year-end report no later
2 than September 30 of the current fiscal year to the senate and
3 house appropriations subcommittees on agriculture and rural
4 development and the senate and house fiscal agencies, including the
5 grantees, award amount, match funding, and project outcomes.

6 Sec. 706. Not later than April 1 of the current fiscal year,
7 the department shall provide a report to the senate and house
8 appropriations subcommittees on agriculture and rural development
9 and the senate and house fiscal agencies describing the
10 department's agriculture development and export market development
11 activities. The report shall identify grants awarded during the
12 prior fiscal year, including a description of federal or private
13 funds made available as a result of department activities.

14 Sec. 709. (1) Not later than April 1 of the current fiscal
15 year, the department shall provide a report to the senate and house
16 appropriations subcommittees on agriculture and rural development
17 and the senate and house fiscal agencies describing the activities
18 of the grape and wine industry council established under section
19 303 of the Michigan liquor control act of 1998, 1998 PA 58, MCL
20 436.1303.

21 (2) The report shall include all of the following:

22 (a) Council activities and accomplishments for the previous
23 fiscal year.

24 (b) Council expenditures for the previous fiscal year by
25 category of administration, industry support, research and
26 education grants, and promotion and consumer education.

27 (c) Grants awarded during the prior fiscal year and the

1 results of research grant projects completed during the prior
2 fiscal year.

3 Sec. 711. (1) The department shall establish and administer
4 the food and agriculture industry growth initiative. The program
5 shall use a grant process to support research, education, and
6 technical assistance efforts focused on removing barriers and
7 leveraging opportunities identified by those in the food and
8 agriculture industry as critical to business development and growth
9 within the state.

10 (2) In addition to the funds appropriated in part 1, the
11 department of agriculture and rural development may receive and
12 expend funds received from the Michigan strategic fund or the
13 Michigan economic development corporation for the food and
14 agriculture industry growth initiative.

15 (3) The director shall establish a consortium of interested
16 parties including those involved in the food and agriculture
17 industry sector to develop the program priorities described in
18 subsection (1).

19 (4) The department shall award grants from the funds
20 appropriated in part 1 or received from the Michigan strategic fund
21 or the Michigan economic development corporation under subsection
22 (2) for food and agriculture industry growth initiative grants.
23 Grantees will be required to identify measurable project outcomes.

24 (5) A joint evaluation committee selected by the director
25 shall evaluate applications and provide recommendations to the
26 director for final approval of grant awards.

27 (6) The department may expend money from the funds

1 appropriated in part 1 for the food and agriculture industry growth
2 initiative for administering the program.

3 **FAIRS AND EXPOSITIONS**

4 Sec. 801. All appropriations from the agriculture equine
5 industry development fund shall be spent on equine-related
6 purposes. No funds from the agriculture equine industry development
7 fund shall be expended for nonequine-related purposes without prior
8 approval of the legislature.

9 Sec. 802. All appropriations from the agriculture equine
10 industry development fund, except for the department's expenses to
11 administer horse racing programs and expenses for laboratory
12 analysis, shall be reduced proportionately if revenues to the
13 agriculture equine industry development fund decline during the
14 fiscal year ending September 30, 2014 to a level lower than the
15 amounts appropriated in section 110.

16 Sec. 803. In the event there is no live thoroughbred race meet
17 in 2013 or 2014, all purse money and program money appropriated for
18 the thoroughbred industry in fiscal year 2012-2013 and fiscal year
19 2013-2014 shall be held in escrow for a period not to exceed 18
20 months, or until a thoroughbred race meet license is applied for
21 and granted by the Michigan gaming control board.

22 Sec. 804. (1) the amount appropriated in part 1 for shows and
23 expositions shall be expended for the purpose of financial support,
24 promotion, prizes, and premiums of equine, livestock, and other
25 agricultural commodity expositions in Michigan.

26 (2) The department shall award grants for the purposes

1 stipulated in subsection (1) on a competitive basis to persons
2 organizing shows and expositions from the funds appropriated in
3 part 1 for shows and expositions. Grantees will be required to
4 provide a dollar-for-dollar cash match with grant awards and
5 identify measurable project outcomes.

6 (3) The department shall identify criteria, evaluate
7 applications, and provide recommendations to the director for final
8 approval of grant awards.

9 (4) The unexpended portion of the appropriation for shows and
10 expositions is considered a work project appropriation in
11 accordance with the management and budget act, 1984 PA 431, MCL
12 18.1101 to 18.1594.

13 (5) The department shall provide a year-end report no later
14 than September 30 of the current fiscal year to the senate and
15 house appropriations subcommittees on agriculture and rural
16 development and the senate and house fiscal agencies, including the
17 grantees, award amount, match funding, and project outcomes.

18 Sec. 805. (1) The department shall establish and administer a
19 county fairs capital improvement grant program. The program shall
20 assist in the promotion of building improvements or other capital
21 improvements at county fairgrounds of the state.

22 (2) The department shall award grants on a competitive basis
23 to county fair organizations from the funds appropriated in part 1
24 for county fairs capital improvements grants. Grantees will be
25 required to provide a dollar-for-dollar cash match with grant
26 awards and identify measurable project outcomes.

27 (3) The department shall identify criteria, evaluate

1 applications, and provide recommendations to the director for final
2 approval of grant awards.

3 (4) The department may expend money from the funds
4 appropriated in part 1 for the county fairs capital improvement
5 grants for administering the program.

6 (5) The unexpended portion of the county fairs capital
7 improvement grant program is considered a work project
8 appropriation in accordance with the management and budget act,
9 1984 PA 431, MCL 18.1101 to 18.1594.

10 (6) The department shall provide a year-end report no later
11 than September 30 of the current fiscal year to the senate and
12 house appropriations subcommittees on agriculture and rural
13 development and the senate and house fiscal agencies, including the
14 grantees, award amount, match funding, and project outcomes.

15 PART 2A

16 PROVISIONS CONCERNING ANTICIPATED APPROPRIATIONS

17 FOR FISCAL YEAR 2015-2016

18 **GENERAL SECTIONS**

19 Sec. 1201. It is the intent of the legislature to provide
20 appropriations for the fiscal year ending on September 30, 2016 for
21 the line items listed in part 1. The fiscal year 2015-2016
22 appropriations are anticipated to be the same as those for fiscal
23 year 2014-2015, except that the line items will be adjusted for
24 changes in caseload and related costs, federal fund match rates,
25 economic factors, and available revenue. These adjustments will be

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1 determined after the January 2015 consensus revenue estimating
2 conference.

3 ARTICLE IV

4 DEPARTMENT OF COMMUNITY HEALTH

5 PART 1

6 LINE-ITEM APPROPRIATIONS

7 Sec. 101. There is appropriated for the department of
8 community health for the fiscal year ending September 30, 2015,
9 from the following funds:

10 DEPARTMENT OF COMMUNITY HEALTH

11 APPROPRIATION SUMMARY

12	Full-time equated unclassified positions.....	6.0	
13	Full-time equated classified positions.....	3,648.1	
14	Average population	893.0	
15	GROSS APPROPRIATION.....		\$ [17,465,200,800]
16	Interdepartmental grant revenues:		
17	Total interdepartmental grants and intradepartmental		
18	transfers		9,425,900
19	ADJUSTED GROSS APPROPRIATION.....		\$ [17,455,774,900]
20	Federal revenues:		
21	Total federal revenues.....		12,003,815,000
22	Social security act, temporary assistance for needy		
23	families		22,830,400
24	Special revenue funds:		
25	Total local revenues.....		216,656,400

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1	Total private revenues.....	127,056,600
2	Merit award trust fund.....	68,334,700
3	Total other state restricted revenues.....	1,980,289,000
4	State general fund/general purpose.....	\$ [3,036,792,800]
5	Sec. 102. DEPARTMENTWIDE ADMINISTRATION	
6	Full-time equated unclassified positions..... 6.0	
7	Full-time equated classified positions..... 190.7	
8	Director and other unclassified--6.0 FTE positions ...	\$ 724,700
9	Departmental administration and management--180.7 FTE	
10	positions	27,088,800
11	Worker's compensation program.....	5,000,500
12	Rent and building occupancy.....	10,268,900
13	Developmental disabilities council and projects--10.0	
14	FTE positions	<u>3,042,200</u>
15	GROSS APPROPRIATION.....	\$ 46,125,100
16	Appropriated from:	
17	Federal revenues:	
18	Total federal revenues.....	15,472,900
19	Special revenue funds:	
20	Total private revenues.....	35,200
21	Total other state restricted revenues.....	829,800
22	State general fund/general purpose.....	\$ 29,787,200
23	Sec. 103. BEHAVIORAL HEALTH PROGRAM ADMINISTRATION	
24	AND SPECIAL PROJECTS	
25	Full-time equated classified positions..... 103.0	
26	Behavioral health program administration--102.0 FTE	
27	positions	\$ 52,472,900

1	Gambling addiction--1.0 FTE position.....	3,003,900
2	Protection and advocacy services support.....	194,400
3	Community residential and support services.....	592,100
4	Federal and other special projects.....	2,839,200
5	Family support subsidy.....	18,149,900
6	Housing and support services.....	<u>13,238,800</u>
7	GROSS APPROPRIATION.....	\$ 90,491,200
8	Appropriated from:	
9	Federal revenues:	
10	Total federal revenues.....	39,461,200
11	Social security act, temporary assistance for needy	
12	families	18,330,400
13	Special revenue funds:	
14	Total private revenues.....	200,000
15	Total other state restricted revenues.....	3,003,900
16	State general fund/general purpose.....	\$ 29,495,700
17	Sec. 104. BEHAVIORAL HEALTH SERVICES	
18	Full-time equated classified positions.....	9.5
19	Medicaid mental health services.....	\$ 2,206,980,600
20	Community mental health non-Medicaid services.....	97,050,400
21	Mental health services for special populations.....	8,842,800
22	Medicaid substance use disorder services.....	43,115,300
23	CMHSP, purchase of state services contracts.....	139,465,600
24	Civil service charges.....	1,499,300
25	Federal mental health block grant--2.5 FTE positions .	15,445,500
26	State disability assistance program substance use	
27	disorder services	2,018,800

1	Community substance use disorder prevention,	
2	education, and treatment programs.....	73,811,800
3	Children's waiver home care program.....	21,544,900
4	Nursing home PAS/ARR-OBRA--7.0 FTE positions.....	12,260,600
5	Children with serious emotional disturbance waiver...	12,647,900
6	Health homes.....	900,000
7	Healthy Michigan plan - behavioral health.....	<u>260,200,000</u>
8	GROSS APPROPRIATION.....	\$ 2,895,783,500
9	Appropriated from:	
10	Interdepartmental grant revenues:	
11	Interdepartmental grant from the department of human	
12	services	6,351,500
13	Federal revenues:	
14	Total federal revenues.....	1,845,236,000
15	Special revenue funds:	
16	Total local revenues.....	25,228,900
17	Total other state restricted revenues.....	22,506,200
18	State general fund/general purpose.....	\$ 996,460,900
19	Sec. 105. STATE PSYCHIATRIC HOSPITALS AND FORENSIC	
20	MENTAL HEALTH SERVICES	
21	Total average population	893.0
22	Full-time equated classified positions.....	2,130.9
23	Caro Regional Mental Health Center - psychiatric	
24	hospital - adult--461.3 FTE positions.....	\$ 56,257,100
25	Average population	185.0
26	Kalamazoo Psychiatric Hospital - adult--466.1 FTE	
27	positions	64,409,100

1	Average population	189.0	
2	Walter P. Reuther Psychiatric Hospital - adult--	420.8	
3	FTE positions		55,919,900
4	Average population	234.0	
5	Hawthorn Center - psychiatric hospital - children and		
6	adolescents--226.4 FTE positions.....		28,778,000
7	Average population	75.0	
8	Center for forensic psychiatry--556.3 FTE positions ..		72,695,200
9	Average population	210.0	
10	Revenue recapture.....		750,000
11	IDEA, federal special education.....		120,000
12	Special maintenance.....		332,500
13	Purchase of medical services for residents of		
14	hospitals and centers		445,600
15	Gifts and bequests for patient living and treatment		
16	environment		<u>1,000,000</u>
17	GROSS APPROPRIATION.....		\$ 280,707,400
18	Appropriated from:		
19	Federal revenues:		
20	Total federal revenues.....		34,724,400
21	Special revenue funds:		
22	CMHSP, purchase of state services contracts.....		139,465,600
23	Other local revenues.....		19,493,800
24	Total private revenues.....		1,000,000
25	Total other state restricted revenues.....		18,871,300
26	State general fund/general purpose.....		\$ 67,152,300
27	Sec. 106. PUBLIC HEALTH ADMINISTRATION		

1	Full-time equated classified positions.....	100.4	
2	Public health administration--7.3 FTE positions		\$ 1,574,000
3	Health and wellness initiatives--11.7 FTE positions ..		8,450,000
4	Vital records and health statistics--81.4 FTE		
5	positions		<u>11,483,500</u>
6	GROSS APPROPRIATION.....		\$ 21,507,500
7	Appropriated from:		
8	Interdepartmental grant revenues:		
9	Interdepartmental grant from the department of human		
10	services		1,208,200
11	Federal revenues:		
12	Total federal revenues.....		3,657,000
13	Special revenue funds:		
14	Total other state restricted revenues.....		12,053,900
15	State general fund/general purpose.....		\$ 4,588,400
16	Sec. 107. HEALTH POLICY		
17	Full-time equated classified positions.....	64.8	
18	Certificate of need program administration--12.3 FTE		
19	positions		\$ 2,785,200
20	Emergency medical services program--23.0 FTE positions		6,421,800
21	Health innovation grants.....		1,500,000
22	Health policy administration--24.1 FTE positions		3,112,700
23	Michigan essential health provider.....		3,091,300
24	Minority health grants and contracts.....		612,700
25	Nurse education and research program--3.0 FTE		
26	positions		774,400
27	Primary care services--1.4 FTE positions.....		4,067,900

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1	Rural health services--1.0 FTE position.....		<u>[1,555,500]</u>
2	GROSS APPROPRIATION.....	\$	[23,921,500]
3	Appropriated from:		
4	Interdepartmental grant revenues:		
5	Interdepartmental grant from the department of		
6	licensing and regulatory affairs.....		774,400
7	Interdepartmental grant from the department of		
8	treasury, Michigan state hospital finance authority.		116,200
9	Federal revenues:		
10	Total federal revenues.....		7,994,500
11	Special revenue funds:		
12	Total private revenues.....		865,000
13	Total other state restricted revenues.....		6,565,700
14	State general fund/general purpose.....	\$	<u>[7,605,700]</u>
15	Sec. 108. LABORATORY SERVICES		
16	Full-time equated classified positions..... 100.0		
17	Laboratory services--100.0 FTE positions.....	\$	<u>19,043,200</u>
18	GROSS APPROPRIATION.....	\$	19,043,200
19	Appropriated from:		
20	Interdepartmental grant revenues:		
21	Interdepartmental grant from the department of		
22	environmental quality		975,600
23	Federal revenues:		
24	Total federal revenues.....		2,298,100
25	Special revenue funds:		
26	Total other state restricted revenues.....		8,993,900
27	State general fund/general purpose.....	\$	6,775,600

1	Sec. 109. EPIDEMIOLOGY AND INFECTIOUS DISEASE	
2	Full-time equated classified positions.....	144.9
3	AIDS surveillance and prevention program.....	\$ 1,854,100
4	Bioterrorism preparedness--52.0 FTE positions	30,094,200
5	Epidemiology administration--41.6 FTE positions	11,845,700
6	Healthy homes program--8.0 FTE positions	3,886,200
7	Immunization program--12.8 FTE positions	15,022,300
8	Newborn screening follow-up and treatment services--	
9	10.5 FTE positions	6,748,800
10	Sexually transmitted disease control program--20.0 FTE	
11	positions	6,252,900
12	Tuberculosis control and prevention.....	<u>867,000</u>
13	GROSS APPROPRIATION.....	\$ 76,571,200
14	Appropriated from:	
15	Federal revenues:	
16	Total federal revenues.....	58,971,700
17	Special revenue funds:	
18	Total private revenues.....	338,800
19	Total other state restricted revenues	11,110,500
20	State general fund/general purpose	\$ 6,150,200
21	Sec. 110. LOCAL HEALTH ADMINISTRATION AND GRANTS	
22	Full-time equated classified positions.....	2.0
23	Essential local public health services	\$ 40,886,100
24	Implementation of 1993 PA 133, MCL 333.17015	20,000
25	Local health services--2.0 FTE positions	537,300
26	Medicaid outreach cost reimbursement to local health	
27	departments	<u>9,000,000</u>

1	GROSS APPROPRIATION.....	\$	50,443,400
2	Appropriated from:		
3	Federal revenues:		
4	Total federal revenues.....		9,537,300
5	Special revenue funds:		
6	Total local revenues.....		5,150,000
7	State general fund/general purpose.....	\$	35,756,100
8	Sec. 111. CHRONIC DISEASE AND INJURY PREVENTION AND		
9	HEALTH PROMOTION		
10	Full-time equated classified positions.....		96.0
11	AIDS prevention, testing, and care programs--31.7 FTE		
12	positions	\$	70,427,500
13	Cancer prevention and control program--12.0 FTE		
14	positions		15,009,000
15	Chronic disease control and health promotion		
16	administration--29.4 FTE positions.....		4,139,900
17	Diabetes and kidney program--8.0 FTE positions		1,893,300
18	Injury control intervention project.....		1,350,000
19	Smoking prevention program--12.0 FTE positions		2,111,000
20	Violence prevention--2.9 FTE positions		<u>1,824,000</u>
21	GROSS APPROPRIATION.....	\$	96,754,700
22	Appropriated from:		
23	Federal revenues:		
24	Total federal revenues.....		49,169,800
25	Special revenue funds:		
26	Total private revenues.....		38,778,400
27	Total other state restricted revenues.....		5,535,000

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1	State general fund/general purpose	\$	3,271,500
2	Sec. 112. FAMILY, MATERNAL, AND CHILDREN'S HEALTH		
3	SERVICES		
4	Full-time equated classified positions.....	65.6	
5	Childhood lead program--2.5 FTE positions	\$	1,236,200
6	Dental programs--3.0 FTE positions		1,647,600
7	Dental program for persons with developmental		
8	disabilities		151,000
9	Family, maternal, and children's health services		
10	administration--46.1 FTE positions.....		7,817,800
11	Family planning local agreements		8,310,700
12	Local MCH services		7,018,100
13	Pregnancy prevention program		602,100
14	Prenatal care outreach and service delivery support--		
15	14.0 FTE positions		[20,635,700]
16	Special projects		6,832,900
17	Sudden infant death syndrome program		321,300
18	GROSS APPROPRIATION	\$	[54,573,400]
19	Appropriated from:		
20	Federal revenues:		
21	Total federal revenues		41,805,000
22	Social security act, temporary assistance for needy		
23	families		2,500,000
24	Special revenue funds:		
25	Total local revenues		75,000
26	Total private revenues		874,500
27	State general fund/general purpose	\$	[9,318,900]

1 **Sec. 113. WOMEN, INFANTS, AND CHILDREN FOOD AND**
 2 **NUTRITION PROGRAM**

3 Full-time equated classified positions..... 45.0
 4 Women, infants, and children program administration
 5 and special projects--45.0 FTE positions..... \$ 17,923,200
 6 Women, infants, and children program local agreements
 7 and food costs 256,285,000
 8 GROSS APPROPRIATION..... \$ 274,208,200

9 Appropriated from:

10 Federal revenues:

11 Total federal revenues..... 213,130,300

12 Special revenue funds:

13 Total private revenues..... 61,077,900

14 State general fund/general purpose..... \$ 0

15 **Sec. 114. CHILDREN'S SPECIAL HEALTH CARE SERVICES**

16 Full-time equated classified positions..... 46.8

17 Children's special health care services

18 administration--44.0 FTE positions..... \$ 5,582,100

19 Bequests for care and services--2.8 FTE positions 1,528,800

20 Outreach and advocacy..... 5,510,000

21 Nonemergency medical transportation..... 1,505,900

22 Medical care and treatment..... 187,931,700

23 GROSS APPROPRIATION..... \$ 202,058,500

24 Appropriated from:

25 Federal revenues:

26 Total federal revenues..... 106,258,400

27 Special revenue funds:

1	Total private revenues.....		1,009,300
2	Total other state restricted revenues.....		3,857,400
3	State general fund/general purpose.....	\$	90,933,400
4	Sec. 115. CRIME VICTIM SERVICES COMMISSION		
5	Full-time equated classified positions.....	13.0	
6	Grants administration services--13.0 FTE positions ...	\$	2,128,100
7	Justice assistance grants.....		15,000,000
8	Crime victim rights services grants.....		<u>16,870,000</u>
9	GROSS APPROPRIATION.....	\$	33,998,100
10	Appropriated from:		
11	Federal revenues:		
12	Total federal revenues.....		18,696,900
13	Special revenue funds:		
14	Total other state restricted revenues.....		15,301,200
15	State general fund/general purpose.....	\$	0
16	Sec. 116. OFFICE OF SERVICES TO THE AGING		
17	Full-time equated classified positions.....	40.0	
18	Office of services to aging administration--40.0 FTE		
19	positions	\$	7,600,700
20	Community services.....		39,013,900
21	Nutrition services.....		39,044,000
22	Foster grandparent volunteer program.....		2,233,600
23	Retired and senior volunteer program.....		627,300
24	Senior companion volunteer program.....		1,604,400
25	Employment assistance.....		3,500,000
26	Respite care program.....		<u>5,868,700</u>
27	GROSS APPROPRIATION.....	\$	99,492,600

1	Appropriated from:	
2	Federal revenues:	
3	Total federal revenues.....	57,534,600
4	Special revenue funds:	
5	Total private revenues.....	677,500
6	Merit award trust fund.....	4,068,700
7	Total other state restricted revenues.....	1,400,000
8	State general fund/general purpose.....	\$ 35,811,800
9	Sec. 117. MEDICAL SERVICES ADMINISTRATION	
10	Full-time equated classified positions.....	495.5
11	Medical services administration--435.5 FTE positions .	\$ 79,162,800
12	Healthy Michigan plan administration--36.0 FTE	
13	positions	49,353,800
14	Facility inspection contract.....	132,800
15	MICchild administration.....	3,500,000
16	Electronic health record incentive program--24.0 FTE	
17	positions	<u>144,233,600</u>
18	GROSS APPROPRIATION.....	\$ 276,383,000
19	Appropriated from:	
20	Federal revenues:	
21	Total federal revenues.....	233,720,400
22	Special revenue funds:	
23	Total local revenues.....	105,900
24	Total private revenues.....	100,000
25	Total other state restricted revenues.....	331,700
26	State general fund/general purpose.....	\$ 42,125,000
27	Sec. 118. MEDICAL SERVICES	

1	Hospital services and therapy.....	\$ 1,176,851,000
2	Hospital disproportionate share payments.....	45,000,000
3	Physician services.....	389,549,100
4	Medicare premium payments.....	412,503,400
5	Pharmaceutical services.....	296,047,000
6	Home health services.....	5,792,700
7	Hospice services.....	114,669,100
8	Transportation.....	23,038,300
9	Auxiliary medical services.....	7,268,800
10	Dental services.....	198,120,700
11	Ambulance services.....	9,374,300
12	Long-term care services.....	1,410,855,900
13	Integrated care organization services.....	478,495,500
14	Medicaid home- and community-based services waiver...	325,318,000
15	Adult home help services.....	287,148,600
16	Personal care services.....	11,501,100
17	Program of all-inclusive care for the elderly.....	66,672,600
18	Autism services.....	25,171,800
19	Health plan services.....	4,609,208,700
20	MIChild program.....	71,220,100
21	Federal Medicare pharmaceutical program.....	150,883,900
22	Maternal and child health.....	20,279,500
23	Healthy Michigan plan.....	2,247,573,500
24	Subtotal basic medical services program.....	12,382,543,600
25	School-based services.....	112,102,700
26	Special Medicaid reimbursement.....	321,831,500
27	Subtotal special medical services payments.....	<u>433,934,200</u>

1	GROSS APPROPRIATION.....	\$ 12,816,477,800
2	Appropriated from:	
3	Federal revenues:	
4	Total federal revenues.....	9,214,801,700
5	Special revenue funds:	
6	Total local revenues.....	27,137,200
7	Total private revenues.....	2,100,000
8	Merit award trust fund.....	64,266,000
9	Total other state restricted revenues.....	1,867,940,500
10	State general fund/general purpose.....	\$ 1,640,232,400
11	Sec. 119. INFORMATION TECHNOLOGY	
12	Information technology services and projects.....	\$ 37,002,700
13	Michigan Medicaid information system.....	<u>50,201,100</u>
14	GROSS APPROPRIATION.....	\$ 87,203,800
15	Appropriated from:	
16	Federal revenues:	
17	Total federal revenues.....	45,480,400
18	Special revenue funds:	
19	Total private revenues.....	20,000,000
20	Total other state restricted revenues.....	1,988,000
21	State general fund/general purpose.....	\$ 19,735,400
22	Sec. 120. ONE-TIME BASIS ONLY APPROPRIATIONS	
23	Hospital services and therapy - graduate medical	
24	education	\$ 2,901,900
25	University autism programs.....	1,500,000
26	Child and adolescent health services.....	2,000,000
27	Mental health commission recommendations.....	8,962,500

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1	Dental clinic program.....		<u>4,092,300</u>
2	GROSS APPROPRIATION.....	\$	19,456,700
3	Appropriated from:		
4	Federal revenues:		
5	Total federal revenues.....		5,864,400
6	Social security act, temporary assistance for needy		
7	families		2,000,000
8	State general fund/general purpose.....	\$	11,592,300

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FOR FISCAL YEAR 2014-2015

GENERAL SECTIONS

Sec. 201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state resources under part 1 for fiscal year 2014-2015 is [\$5,085,416,500.00] and state spending from state resources to be paid to local units of government for fiscal year 2014-2015 is \$1,066,893,100.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF COMMUNITY HEALTH

BEHAVIORAL HEALTH PROGRAM ADMINISTRATION

22	Community residential and support services.....	\$	757,200
23	Housing and support services.....		812,800

BEHAVIORAL HEALTH SERVICES

State disability assistance program substance use

1	disorder services	\$	2,018,000
2	Community substance use disorder prevention,		
3	education, and treatment programs		14,555,400
4	Medicaid mental health services		731,787,400
5	Community mental health non-Medicaid services		97,050,400
6	Mental health services for special populations		8,842,800
7	Medicaid substance use disorder services		14,857,900
8	Children's waiver home care program		6,056,200
9	Nursing home PAS/ARR-OBRA		2,725,300
10	PUBLIC HEALTH ADMINISTRATION		
11	Health and wellness initiatives	\$	3,584,600
12	HEALTH POLICY		
13	Primary care services	\$	413,900
14	LABORATORY SERVICES		
15	Laboratory services	\$	16,200
16	EPIDEMIOLOGY AND INFECTIOUS DISEASE		
17	Immunization program	\$	1,123,500
18	Sexually transmitted disease control program		175,200
19	LOCAL HEALTH ADMINISTRATION AND GRANTS		
20	Essential local public health services	\$	35,736,100
21	Implementation of 1993 PA 133, MCL 333.17015		5,000
22	CHRONIC DISEASE AND INJURY PREVENTION AND HEALTH PROMOTION		
23	AIDS prevention, testing, and care programs	\$	1,600,100
24	Cancer prevention and control program		94,700
25	Chronic disease control and health promotion		
26	administration		12,000
27	FAMILY, MATERNAL, AND CHILDREN'S HEALTH SERVICES		

1	Prenatal care outreach and service delivery support ..	\$	1,500,000
2	CHILDREN'S SPECIAL HEALTH CARE SERVICES		
3	Medical care and treatment.....	\$	939,700
4	Outreach and advocacy.....		2,226,000
5	CRIME VICTIM SERVICES COMMISSION		
6	Crime victim rights services grants.....	\$	7,200,600
7	OFFICE OF SERVICES TO THE AGING		
8	Community services.....	\$	16,533,500
9	Nutrition services.....		10,587,000
10	Foster grandparent volunteer program.....		657,100
11	Retired and senior volunteer program.....		173,900
12	Senior companion volunteer program.....		348,800
13	Respite care program.....		5,115,000
14	MEDICAL SERVICES		
15	Dental services.....	\$	990,600
16	Long-term care services.....		84,754,000
17	Transportation.....		1,359,300
18	Hospital services and therapy.....		2,344,700
19	Physician services.....		<u>9,938,200</u>
20	TOTAL OF PAYMENTS TO LOCAL UNITS		
21	OF GOVERNMENT.....	\$	1,066,893,100

22 Sec. 202. The appropriations authorized under this part and
 23 part 1 are subject to the management and budget act, 1984 PA 431,
 24 MCL 18.1101 to 18.1594.

25 Sec. 203. As used in this part and part 1:

26 (a) "AIDS" means acquired immunodeficiency syndrome.

27 (b) "CMHSP" means a community mental health services program

1 as that term is defined in section 100a of the mental health code,
2 1974 PA 258, MCL 330.1100a.

3 (c) "Current fiscal year" means the fiscal year ending
4 September 30, 2015.

5 (d) "Department" means the department of community health.

6 (e) "Director" means the director of the department.

7 (f) "DSH" means disproportionate share hospital.

8 (g) "EPSDT" means early and periodic screening, diagnosis, and
9 treatment.

10 (h) "Federal poverty level" means the poverty guidelines
11 published annually in the federal register by the United States
12 department of health and human services under its authority to
13 revise the poverty line under 42 USC 9902.

14 (i) "FTE" means full-time equated.

15 (j) "GME" means graduate medical education.

16 (k) "Health plan" means, at a minimum, an organization that
17 meets the criteria for delivering the comprehensive package of
18 services under the department's comprehensive health plan.

19 (l) "HEDIS" means healthcare effectiveness data and information
20 set.

21 (m) "HIV" means human immunodeficiency virus.

22 (n) "HMO" means health maintenance organization.

23 (o) "IDEA" means the individuals with disabilities education
24 act, 20 USC 1400 to 1482.

25 (p) "MCH" means maternal and child health.

26 (q) "MIChild" means the program described in section 1670.

27 (r) "PAS/ARR-OBRA" means the preadmission screening and annual

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1 resident review required under the omnibus budget reconciliation
 2 act of 1987, section 1919(e) (7) of the social security act, 42 USC
 3 1396r.

4 (s) "PIHP" means a governmental entity designated by the
 5 department as a regional entity or a specialty prepaid inpatient
 6 health plan for Medicaid mental health services, services to
 7 individuals with developmental disabilities, and substance use
 8 disorder services. Regional entities are described in section 204b
 9 of the mental health code, 1974 PA 258, MCL 330.1204b. Specialty
 10 prepaid inpatient health plans are described in section 232b of the
 11 mental health code, 1974 PA 258, MCL 330.1232b.

12 (t) "Temporary assistance for needy families" means part A of
 13 title IV of the social security act, 42 USC 601 to 619.

14 (u) "Title X" means title X of the public health service act,
 15 42 USC 300 to 300a-8, that establishes grants to states for family
 16 planning services.

17 (v) "Title XVIII" and "Medicare" mean title XVIII of the
 18 social security act, 42 USC 1395 to 1395kkk-1.

19 (w) "Title XIX" and "Medicaid" mean title XIX of the social
 20 security act, 42 USC 1396 to 1396w-5.

[Sec. 204. (1) For each new program or program increase for which
 funds are appropriated in part 1, the department shall report the
 following to the house and senate appropriations committees, the house
 and senate fiscal agencies, and the state budget director:

(a) By November 1, 2014, a list of specific benchmarks intended to
 measure the performance or return on taxpayer investment of the program
 and its associated expenditures.

(b) By March 1, 2015, an update on the progress of the program and
 the status of expenditures for the program as measured by those
 benchmarks.

(2) It is the intent of the legislature that, beginning with the
 budget for the fiscal year ending September 30, 2016, any proposal for a
 new program or spending increase on existing programs initiated by the
 executive branch or the legislature shall include, as part of the
 original proposal or budget request, a specific list of benchmarks
 intended to measure the performance or return on taxpayer investment of
 the program or spending increase.]

21 Sec. 206. (1) In addition to the funds appropriated in part 1,
 22 there is appropriated an amount not to exceed \$200,000,000.00 for
 23 federal contingency funds. These funds are not available for
 24 expenditure until they have been transferred to another line item
 25 in part 1 under section 393(2) of the management and budget act,
 26 1984 PA 431, MCL 18.1393.

27 (2) In addition to the funds appropriated in part 1, there is

1 appropriated an amount not to exceed \$40,000,000.00 for state
2 restricted contingency funds. These funds are not available for
3 expenditure until they have been transferred to another line item
4 in part 1 under section 393(2) of the management and budget act,
5 1984 PA 431, MCL 18.1393.

6 (3) In addition to the funds appropriated in part 1, there is
7 appropriated an amount not to exceed \$20,000,000.00 for local
8 contingency funds. These funds are not available for expenditure
9 until they have been transferred to another line item in part 1
10 under section 393(2) of the management and budget act, 1984 PA 431,
11 MCL 18.1393.

12 (4) In addition to the funds appropriated in part 1, there is
13 appropriated an amount not to exceed \$40,000,000.00 for private
14 contingency funds. These funds are not available for expenditure
15 until they have been transferred to another line item in part 1
16 under section 393(2) of the management and budget act, 1984 PA 431,
17 MCL 18.1393.

18 Sec. 207. The department shall maintain, on a public
19 accessible website, a department scorecard that identifies, tracks,
20 and regularly updates key metrics that are used to monitor and
21 improve the department's performance.

22 Sec. 208. The departments and agencies receiving
23 appropriations in part 1 shall use the Internet to fulfill the
24 reporting requirements of this part and part 1. This requirement
25 may include transmission of reports via electronic mail to the
26 recipients identified for each reporting requirement, or it may
27 include placement of reports on the Internet or Intranet site.

1 Sec. 209. Funds appropriated in part 1 shall not be used for
2 the purchase of foreign goods or services, or both, if
3 competitively priced and of comparable quality American goods or
4 services, or both, are available. Preference shall be given to
5 goods or services, or both, manufactured or provided by Michigan
6 businesses if they are competitively priced and of comparable
7 quality. In addition, preference shall be given to goods or
8 services, or both, that are manufactured or provided by Michigan
9 businesses owned and operated by veterans if they are competitively
10 priced and of comparable quality.

11 Sec. 210. The director and the director of the office of
12 services to the aging shall take all reasonable steps to ensure
13 businesses in deprived and depressed communities compete for and
14 perform contracts to provide services or supplies, or both. The
15 director and the director of the office of services to the aging
16 shall strongly encourage firms with which the department contracts
17 to subcontract with certified businesses in depressed and deprived
18 communities for services, supplies, or both.

19 Sec. 211. If the revenue collected by the department from fees
20 and collections exceeds the amount appropriated in part 1, the
21 revenue may be carried forward with the approval of the state
22 budget director into the subsequent fiscal year. The revenue
23 carried forward under this section shall be used as the first
24 source of funds in the subsequent fiscal year.

25 Sec. 212. (1) On or before February 1 of the current fiscal
26 year, the department shall report to the house and senate
27 appropriations subcommittees on community health, the house and

1 senate fiscal agencies, and the state budget director on the
2 detailed name and amounts of federal, restricted, private, and
3 local sources of revenue that support the appropriations in each of
4 the line items in part 1.

5 (2) Upon the release of the next fiscal year executive budget
6 recommendation, the department shall report to the same parties in
7 subsection (1) on the amounts and detailed sources of federal,
8 restricted, private, and local revenue proposed to support the
9 total funds appropriated in each of the line items in part 1 of the
10 next fiscal year executive budget proposal.

11 Sec. 213. The state departments, agencies, and commissions
12 receiving tobacco tax funds and healthy Michigan funds from part 1
13 shall report by April 1 of the current fiscal year to the senate
14 and house appropriations committees, the senate and house fiscal
15 agencies, and the state budget director on the following:

16 (a) Detailed spending plan by appropriation line item
17 including description of programs and a summary of organizations
18 receiving these funds.

19 (b) Description of allocations or bid processes including need
20 or demand indicators used to determine allocations.

21 (c) Eligibility criteria for program participation and maximum
22 benefit levels where applicable.

23 (d) Outcome measures used to evaluate programs, including
24 measures of the effectiveness of these programs in improving the
25 health of Michigan residents.

26 (e) Any other information considered necessary by the house of
27 representatives or senate appropriations committees or the state

1 budget director.

2 Sec. 216. (1) In addition to funds appropriated in part 1 for
3 all programs and services, there is appropriated for write-offs of
4 accounts receivable, deferrals, and for prior year obligations in
5 excess of applicable prior year appropriations, an amount equal to
6 total write-offs and prior year obligations, but not to exceed
7 amounts available in prior year revenues.

8 (2) The department's ability to satisfy appropriation
9 deductions in part 1 shall not be limited to collections and
10 accruals pertaining to services provided in the current fiscal
11 year, but shall also include reimbursements, refunds, adjustments,
12 and settlements from prior years.

13 Sec. 218. The department shall include the following in its
14 annual list of proposed basic health services as required in part
15 23 of the public health code, 1978 PA 368, MCL 333.2301 to
16 333.2321:

17 (a) Immunizations.

18 (b) Communicable disease control.

19 (c) Sexually transmitted disease control.

20 (d) Tuberculosis control.

21 (e) Prevention of gonorrhoea eye infection in newborns.

22 (f) Screening newborns for the conditions listed in section
23 5431 of the public health code, 1978 PA 368, MCL 333.5431, or
24 recommended by the newborn screening quality assurance advisory
25 committee created under section 5430 of the public health code,
26 1978 PA 368, MCL 333.5430.

27 (g) Community health annex of the Michigan emergency

1 management plan.

2 (h) Prenatal care.

3 Sec. 219. (1) The department may contract with the Michigan
4 public health institute for the design and implementation of
5 projects and for other public health-related activities prescribed
6 in section 2611 of the public health code, 1978 PA 368, MCL
7 333.2611. The department may develop a master agreement with the
8 institute to carry out these purposes for up to a 3-year period.
9 The department shall report to the house and senate appropriations
10 subcommittees on community health, the house and senate fiscal
11 agencies, and the state budget director on or before January 1 of
12 the current fiscal year all of the following:

13 (a) A detailed description of each funded project.

14 (b) The amount allocated for each project, the appropriation
15 line item from which the allocation is funded, and the source of
16 financing for each project.

17 (c) The expected project duration.

18 (d) A detailed spending plan for each project, including a
19 list of all subgrantees and the amount allocated to each
20 subgrantee.

21 (2) On or before September 30 of the current fiscal year, the
22 department shall provide to the same parties listed in subsection
23 (1) a copy of all reports, studies, and publications produced by
24 the Michigan public health institute, its subcontractors, or the
25 department with the funds appropriated in part 1 and allocated to
26 the Michigan public health institute.

27 Sec. 223. The department may establish and collect fees for

1 publications, videos and related materials, conferences, and
2 workshops. Collected fees shall be used to offset expenditures to
3 pay for printing and mailing costs of the publications, videos and
4 related materials, and costs of the workshops and conferences. The
5 department shall not collect fees under this section that exceed
6 the cost of the expenditures.

7 Sec. 264. (1) Upon submission of a Medicaid waiver, a Medicaid
8 state plan amendment, or a similar proposal to the centers for
9 Medicare and Medicaid services, the department shall notify the
10 house and senate appropriations subcommittees on community health
11 and the house and senate fiscal agencies of the submission.

12 (2) The department shall provide written or verbal biannual
13 reports to the senate and house appropriations subcommittees on
14 community health and the senate and house fiscal agencies
15 summarizing the status of any new or ongoing discussions with the
16 centers for Medicare and Medicaid services or the federal
17 department of health and human services regarding potential or
18 future Medicaid waiver applications.

19 (3) The department shall inform the senate and house
20 appropriations subcommittees on community health and the senate and
21 house fiscal agencies of any alterations or adjustments made to the
22 published plan for integrated care for individuals who are dual
23 Medicare/Medicaid eligibles when the final version of the plan has
24 been submitted to the federal centers for Medicare and Medicaid
25 services or the federal department of health and human services.

26 (4) At least 30 days before implementation of the plan for
27 integrated care for individuals who are dual Medicare/Medicaid

1 eligibles, the department shall submit the plan to the legislature
2 for review.

3 Sec. 266. The departments and agencies receiving
4 appropriations in part 1 shall prepare a report on out-of-state
5 travel expenses not later than January 1 of each year. The travel
6 report shall be a listing of all travel by classified and
7 unclassified employees outside this state in the immediately
8 preceding fiscal year that was funded in whole or in part with
9 funds appropriated in the department's budget. The report shall be
10 submitted to the senate and house appropriations committees, the
11 house and senate fiscal agencies, and the state budget director.
12 The report shall include the following information:

13 (a) The dates of each travel occurrence.

14 (b) The transportation and related costs of each travel
15 occurrence, including the proportion funded with state general
16 fund/general purpose revenues, the proportion funded with state
17 restricted revenues, the proportion funded with federal revenues,
18 and the proportion funded with other revenues.

19 Sec. 267. The department shall not take disciplinary action
20 against an employee for communicating with a member of the
21 legislature or his or her staff.

22 Sec. 270. Within 180 days after receipt of the notification
23 from the attorney general's office of a legal action in which
24 expenses had been recovered pursuant to section 106(4) of the
25 social welfare act, 1939 PA 280, MCL 400.106, or any other statute
26 under which the department has the right to recover expenses, the
27 department shall submit a written report to the house and senate

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1 appropriations subcommittees on community health, the house and
2 senate fiscal agencies, and the state budget office which includes,
3 at a minimum, all of the following:

4 (a) The total amount recovered from the legal action.

5 (b) The program or service for which the money was originally
6 expended.

7 (c) Details on the disposition of the funds recovered such as
8 the appropriation or revenue account in which the money was
9 deposited.

10 (d) A description of the facts involved in the legal action.

11 Sec. 276. Funds appropriated in part 1 shall not be used by a
12 principal executive department, state agency, or authority to hire
13 a person to provide legal services that are the responsibility of
14 the attorney general. This prohibition does not apply to legal
15 services for bonding activities and for those outside services that
16 the attorney general authorizes.

17 [Sec. 282. (1) The department and the department of technology,
18 management, and budget shall establish an automated annual metric
19 collection, validation, and reporting process for contracts via the
20 state's e-procurement system. The department shall report the status of
21 this work and a project plan to the house and senate appropriations
22 subcommittees on community health and the house and senate fiscal
23 agencies by October 1 of the current fiscal year.

24 (2) By June 30 of the current fiscal year, the department shall
25 provide a report to the house and senate appropriations subcommittees on
26 community health and the house and senate fiscal agencies that presents
27 performance metrics on all new or existing contracts at renewal of

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1 \$1,000,000.00 or more funded with state general fund/general purpose or
state restricted resources. The performance metrics shall include, at a
minimum, service delivery volumes and provider or beneficiary outcomes.]

2 Sec. 287. Not later than November 30, the state budget office
3 shall prepare and transmit a report that provides for estimates of
4 the total general fund/general purpose appropriation lapses at the
5 close of the prior fiscal year. This report shall summarize the
6 projected year-end general fund/general purpose appropriation
7 lapses by major departmental program or program areas. The report
8 shall be transmitted to the chairpersons of the senate and house
9 appropriations committees, and the senate and house fiscal
10 agencies.

11 Sec. 288. Beginning October 1, 2014, no less than 90% of a new
12 department contract supported solely from state restricted funds or
13 general funds and designated in this part or part 1 for a specific
14 entity for the purpose of providing services to individuals shall
15 be expended for such services.

16 Sec. 292. The department shall cooperate with the department
17 of technology, management, and budget to maintain a searchable
18 website accessible by the public at no cost that includes, but is
19 not limited to, all of the following:

20 (a) Fiscal year-to-date expenditures by category.

21 (b) Fiscal year-to-date expenditures by appropriation unit.

22 (c) Fiscal year-to-date payments to a selected vendor,
23 including the vendor name, payment date, payment amount, and
24 payment description.

25 (d) The number of active department employees by job
26 classification.

27 (e) Job specifications and wage rates.

1 Sec. 296. Within 14 days after the release of the executive
2 budget recommendation, the department shall cooperate with the
3 state budget office to provide the senate and house appropriations
4 chairs, the senate and house appropriations subcommittees on
5 community health, and the senate and house fiscal agencies with an
6 annual report on estimated state restricted fund balances, state
7 restricted fund projected revenues, and state restricted fund
8 expenditures for the fiscal years ending September 30, 2013 and
9 September 30, 2015.

10 Sec. 297. Total authorized appropriations from all sources
11 under part 1 for legacy costs for the fiscal year ending September
12 30, 2015 is \$89,124,600.00. From this amount, total agency
13 appropriations for pension-related legacy costs are estimated at
14 \$49,676,000.00. Total agency appropriations for retiree health care
15 legacy costs are estimated at \$39,448,600.00.

16 Sec. 298. From the funds appropriated in part 1 for the
17 Michigan Medicaid information system line item, \$20,000,000.00 in
18 private revenue will be allocated for the Michigan-Illinois
19 alliance Medicaid management information systems project.

20 **BEHAVIORAL HEALTH SERVICES**

21 Sec. 401. Funds appropriated in part 1 are intended to support
22 a system of comprehensive community mental health services under
23 the full authority and responsibility of local CMHSPs or PIHPs in
24 accordance with the mental health code, 1974 PA 258, MCL 330.1001
25 to 330.2106, the Medicaid provider manual, federal Medicaid
26 waivers, and all other applicable federal and state laws.

1 Sec. 402. (1) From funds appropriated in part 1, final
2 authorizations to CMHSPs or PIHPs shall be made upon the execution
3 of contracts between the department and CMHSPs or PIHPs. The
4 contracts shall contain an approved plan and budget as well as
5 policies and procedures governing the obligations and
6 responsibilities of both parties to the contracts. Each contract
7 with a CMHSP or PIHP that the department is authorized to enter
8 into under this subsection shall include a provision that the
9 contract is not valid unless the total dollar obligation for all of
10 the contracts between the department and the CMHSPs or PIHPs
11 entered into under this subsection for the current fiscal year does
12 not exceed the amount of money appropriated in part 1 for the
13 contracts authorized under this subsection.

14 (2) The department shall immediately report to the senate and
15 house appropriations subcommittees on community health, the senate
16 and house fiscal agencies, and the state budget director if either
17 of the following occurs:

18 (a) Any new contracts with CMHSPs or PIHPs that would affect
19 rates or expenditures are enacted.

20 (b) Any amendments to contracts with CMHSPs or PIHPs that
21 would affect rates or expenditures are enacted.

22 (3) The report required by subsection (2) shall include
23 information about the changes and their effects on rates and
24 expenditures.

25 Sec. 403. (1) From the funds appropriated in part 1 for mental
26 health services for special populations, the department shall
27 competitively award grants in accordance with the requirements of

1 subsection (2). The state shall not be liable for any spending
2 above the contract amount.

3 (2) From the funds appropriated in part 1 for mental health
4 services for special populations, the department shall require each
5 contractor to comply with performance related metrics to maintain
6 their eligibility for funding. The organizational metrics shall
7 include, but not be limited to, all of the following:

8 (a) Each contractor or subcontractor shall have accreditations
9 that attest to their competency and effectiveness as behavioral
10 health and social service agencies.

11 (b) Each contractor or subcontractor shall have a mission that
12 is consistent with the purpose of the mental health and social
13 services appropriations for special populations.

14 (c) Each contractor shall validate that any subcontractors
15 utilized within these appropriations share the same mission as the
16 lead agency receiving funding.

17 (d) Each contractor or subcontractor shall demonstrate cost-
18 effectiveness.

19 (e) Each contractor or subcontractor shall ensure their
20 ability to leverage private dollars to strengthen and maximize
21 service provision.

22 (f) Each contractor or subcontractor shall provide timely and
23 accurate reports regarding the number of clients served, units of
24 service provision, and ability to meet their stated goals.

25 (3) The department shall require an annual report from the
26 contractors that receive mental health services for special
27 populations funding. The annual report, due 60 days following the

1 end of the contract period, shall include specific information on
2 services and programs provided, the client base to which the
3 services and programs were provided, information on any wraparound
4 services provided, and the expenditures for those services. The
5 department shall provide the annual reports to the senate and house
6 appropriations subcommittees on community health, the senate and
7 house fiscal agencies, and the state budget office.

8 Sec. 404. (1) Not later than May 31 of the current fiscal
9 year, the department shall provide a report on the community mental
10 health services programs, PIHPs, regional entities designated by
11 the department as PIHPs, and managing entities for substance use
12 disorders to the members of the house and senate appropriations
13 subcommittees on community health, the house and senate fiscal
14 agencies, and the state budget director that includes the
15 information required by this section.

16 (2) The report shall contain information for each CMHSP, PIHP,
17 regional entity designated by the department as a PIHP, and
18 managing entity for substance use disorders and a statewide
19 summary, each of which shall include at least the following
20 information:

21 (a) A demographic description of service recipients which,
22 minimally, shall include reimbursement eligibility, client
23 population, age, ethnicity, housing arrangements, and diagnosis.

24 (b) Per capita expenditures by client population group.

25 (c) Financial information that, minimally, includes a
26 description of funding authorized; expenditures by client group and
27 fund source; and cost information by service category, including

1 administration and funds specified for outside contracts. Service
2 category includes all department-approved services.

3 (d) Data describing service outcomes that includes, but is not
4 limited to, an evaluation of consumer satisfaction, consumer
5 choice, and quality of life concerns including, but not limited to,
6 housing and employment.

7 (e) Information about access to community mental health
8 services programs that includes, but is not limited to, the
9 following:

10 (i) The number of people receiving requested services.

11 (ii) The number of people who requested services but did not
12 receive services.

13 (f) The number of second opinions requested under the code and
14 the determination of any appeals.

15 (g) An analysis of information provided by CMHSPs in response
16 to the needs assessment requirements of the mental health code,
17 1974 PA 258, MCL 330.1001 to 330.2106, including information about
18 the number of individuals in the service delivery system who have
19 requested and are clinically appropriate for different services.

20 (h) Lapses and carryforwards during the immediately preceding
21 fiscal year for CMHSPs, PIHPs, regional entities designated by the
22 department as PIHPs, and managing entities for substance use
23 disorders.

24 (i) Information about contracts for both administrative and
25 mental health services entered into by CMHSPs, PIHPs, regional
26 entities designated by the department as PIHPs, and managing
27 entities for substance use disorders with providers and others,

1 including, but not limited to, all of the following:

2 (i) The amount of the contract, organized by type of service
3 provided.

4 (ii) Payment rates, organized by the type of service provided.

5 (iii) Administrative costs, including contract and consultant
6 costs, for services provided to CMHSPs, PIHPs, regional entities
7 designated by the department as PIHPs, and managing entities for
8 substance use disorders.

9 (j) Information on the community mental health Medicaid
10 managed care program, including, but not limited to, both of the
11 following:

12 (i) Expenditures by each CMHSP, PIHP, regional entity
13 designated by the department as a PIHP, and managing entity for
14 substance use disorders organized by Medicaid eligibility group,
15 including per eligible individual expenditure averages.

16 (ii) Performance indicator information required to be submitted
17 to the department in the contracts with CMHSPs, PIHPs, regional
18 entities designated by the department as PIHPs, and managing
19 entities for substance use disorders.

20 (k) An estimate of the number of direct care workers in local
21 residential settings and paraprofessional and other nonprofessional
22 direct care workers in settings where skill building, community
23 living supports and training, and personal care services are
24 provided by CMHSPs, PIHPs, regional entities designated by the
25 department as PIHPs, and managing entities for substance use
26 disorders as of September 30 of the prior fiscal year employed
27 directly or through contracts with provider organizations.

1 (3) The department shall include data reporting requirements
2 listed in subsection (2) in the annual contract with each
3 individual CMHSP, PIHP, regional entity designated by the
4 department as a PIHP, and managing entity for substance use
5 disorders.

6 (4) The department shall take all reasonable actions to ensure
7 that the data required are complete and consistent among all
8 CMHSPs, PIHPs, regional entities designated by the department as
9 PIHPs, and managing entities for substance use disorders.

10 Sec. 406. (1) The funds appropriated in part 1 for the state
11 disability assistance substance use disorder services program shall
12 be used to support per diem room and board payments in substance
13 use disorder residential facilities. Eligibility of clients for the
14 state disability assistance substance use disorder services program
15 shall include needy persons 18 years of age or older, or
16 emancipated minors, who reside in a substance use disorder
17 treatment center.

18 (2) The department shall reimburse all licensed substance use
19 disorder services programs eligible to participate in the program
20 at a rate equivalent to that paid by the department of human
21 services to adult foster care providers. Programs accredited by
22 department-approved accrediting organizations shall be reimbursed
23 at the personal care rate, while all other eligible programs shall
24 be reimbursed at the domiciliary care rate.

25 Sec. 407. (1) The amount appropriated in part 1 for substance
26 use disorder prevention, education, and treatment grants shall be
27 expended to coordinate care and services provided to individuals

1 with severe and persistent mental illness and substance use
2 disorder diagnoses.

3 (2) The department shall approve managing entity fee schedules
4 for providing substance use disorder services and charge
5 participants in accordance with their ability to pay.

6 (3) The managing entity shall continue current efforts to
7 collaborate on the delivery of services to those clients with
8 mental illness and substance use disorder diagnoses with the goal
9 of providing services in an administratively efficient manner.

10 Sec. 408. (1) By April 1 of the current fiscal year, the
11 department shall report the following data from the prior fiscal
12 year on substance use disorder prevention, education, and treatment
13 programs to the senate and house appropriations subcommittees on
14 community health, the senate and house fiscal agencies, and the
15 state budget office:

16 (a) Expenditures stratified by department-designated community
17 mental health entity, by central diagnosis and referral agency, by
18 fund source, by subcontractor, by population served, and by service
19 type. Additionally, data on administrative expenditures by
20 department-designated community mental health entity shall be
21 reported.

22 (b) Expenditures per state client, with data on the
23 distribution of expenditures reported using a histogram approach.

24 (c) Number of services provided by central diagnosis and
25 referral agency, by subcontractor, and by service type.
26 Additionally, data on length of stay, referral source, and
27 participation in other state programs.

1 (d) Collections from other first- or third-party payers,
2 private donations, or other state or local programs, by department-
3 designated community mental health entity, by subcontractor, by
4 population served, and by service type.

5 (2) The department shall take all reasonable actions to ensure
6 that the required data reported are complete and consistent among
7 all department-designated community mental health entities.

8 Sec. 410. The department shall assure that substance use
9 disorder treatment is provided to applicants and recipients of
10 public assistance through the department of human services who are
11 required to obtain substance use disorder treatment as a condition
12 of eligibility for public assistance.

13 Sec. 411. (1) The department shall ensure that each contract
14 with a CMHSP or PIHP requires the CMHSP or PIHP to implement
15 programs to encourage diversion of individuals with serious mental
16 illness, serious emotional disturbance, or developmental disability
17 from possible jail incarceration when appropriate.

18 (2) Each CMHSP or PIHP shall have jail diversion services and
19 shall work toward establishing working relationships with
20 representative staff of local law enforcement agencies, including
21 county prosecutors' offices, county sheriffs' offices, county
22 jails, municipal police agencies, municipal detention facilities,
23 and the courts. Written interagency agreements describing what
24 services each participating agency is prepared to commit to the
25 local jail diversion effort and the procedures to be used by local
26 law enforcement agencies to access mental health jail diversion
27 services are strongly encouraged.

1 Sec. 412. The department shall contract directly with the
2 Salvation Army harbor light program to provide non-Medicaid
3 substance use disorder services.

4 Sec. 418. On or before the tenth of each month, the department
5 shall report to the senate and house appropriations subcommittees
6 on community health, the senate and house fiscal agencies, and the
7 state budget director on the amount of funding paid to PIHPs to
8 support the Medicaid managed mental health care program in the
9 preceding month. The information shall include the total paid to
10 each PIHP, per capita rate paid for each eligibility group for each
11 PIHP, and number of cases in each eligibility group for each PIHP,
12 and year-to-date summary of eligibles and expenditures for the
13 Medicaid managed mental health care program.

14 Sec. 424. Each PIHP that contracts with the department to
15 provide services to the Medicaid population shall adhere to the
16 following timely claims processing and payment procedure for claims
17 submitted by health professionals and facilities:

18 (a) A "clean claim" as described in section 111i of the social
19 welfare act, 1939 PA 280, MCL 400.111i, shall be paid within 45
20 days after receipt of the claim by the PIHP. A clean claim that is
21 not paid within this time frame shall bear simple interest at a
22 rate of 12% per annum.

23 (b) A PIHP shall state in writing to the health professional
24 or facility any defect in the claim within 30 days after receipt of
25 the claim.

26 (c) A health professional and a health facility have 30 days
27 after receipt of a notice that a claim or a portion of a claim is

1 defective within which to correct the defect. The PIHP shall pay
2 the claim within 30 days after the defect is corrected.

3 Sec. 428. Each PIHP shall provide, from internal resources,
4 local funds to be used as a bona fide part of the state match
5 required under the Medicaid program in order to increase capitation
6 rates for PIHPs. These funds shall not include either state funds
7 received by a CMHSP for services provided to non-Medicaid
8 recipients or the state matching portion of the Medicaid capitation
9 payments made to a PIHP.

10 Sec. 435. A county required under the provisions of the mental
11 health code, 1974 PA 258, MCL 330.1001 to 330.2106, to provide
12 matching funds to a CMHSP for mental health services rendered to
13 residents in its jurisdiction shall pay the matching funds in equal
14 installments on not less than a quarterly basis throughout the
15 fiscal year, with the first payment being made by October 1 of the
16 current fiscal year.

17 Sec. 494. (1) Contingent upon federal approval, if a CMHSP,
18 PIHP, or subcontracting provider agency is reviewed and accredited
19 by a national accrediting entity for behavioral health care
20 services, the department, by April 1 of the current fiscal year,
21 shall consider that CMHSP, PIHP, or subcontracting provider agency
22 in compliance with state program review and audit requirements that
23 are addressed and reviewed by that national accrediting entity.

24 (2) By June 1 of the current fiscal year, the department shall
25 report to the house and senate appropriations subcommittees on
26 community health, the house and senate fiscal agencies, and the
27 state budget office all of the following:

1 (a) A list of each CMHSP, PIHP, and subcontracting provider
2 agency that is considered in compliance with state program review
3 and audit requirements under subsection (1).

4 (b) For each CMHSP, PIHP, or subcontracting provider agency
5 described in subdivision (a), all of the following:

6 (i) The state program review and audit requirements that the
7 CMHSP, PIHP, or subcontracting provider agency is considered in
8 compliance with.

9 (ii) The national accrediting entity that reviewed and
10 accredited the CMHSP, PIHP, or subcontracting provider agency.

11 (3) The department shall continue to comply with state and
12 federal law and shall not initiate an action that negatively
13 impacts beneficiary safety.

14 (4) As used in this section, "national accrediting entity"
15 means the joint commission on accreditation of healthcare
16 organizations, the commission on accreditation of rehabilitation
17 facilities, the council of accreditation, the utilization review
18 accreditation commission, the national committee for quality
19 assurance, or other appropriate entity, as approved by the
20 department.

21 Sec. 495. From the funds appropriated in part 1 for behavioral
22 health program administration, \$3,350,000.00 is intended to address
23 the recommendations of the mental health diversion council.

24 Sec. 496. CMHSPs and PIHPs are permitted to offset state
25 funding reductions by limiting the administrative component of
26 their contracts with providers and case management to a maximum of
27 9%.

1 Sec. 502. (1) The department shall explore developing an
2 outreach program on fetal alcohol syndrome services. The department
3 shall report to the senate and house appropriations subcommittees
4 on community health and the senate and house fiscal agencies by
5 April 1 of the current fiscal year on efforts to prevent and combat
6 fetal alcohol syndrome as well as deficiencies in efforts to reduce
7 the incidence of fetal alcohol syndrome.

8 (2) The department shall explore federal grant funding to
9 address prevention services for fetal alcohol syndrome and reduce
10 alcohol consumption among pregnant women. The department shall
11 submit a progress report to the senate and house appropriations
12 subcommittees on community health and the senate and house fiscal
13 agencies by April 1 of the current fiscal year on efforts to secure
14 federal grants.

15 Sec. 503. The department shall notify the Michigan association
16 of community mental health boards when developing policies and
17 procedures that will impact PIHPs or CMHSPs.

18 STATE PSYCHIATRIC HOSPITALS AND FORENSIC MENTAL HEALTH SERVICES

19 Sec. 601. The department shall continue a revenue recapture
20 project to generate additional revenues from third parties related
21 to cases that have been closed or are inactive. A portion of
22 revenues collected through project efforts may be used for
23 departmental costs and contractual fees associated with these
24 retroactive collections and to improve ongoing departmental
25 reimbursement management functions.

26 Sec. 602. The purpose of gifts and bequests for patient living

1 and treatment environments is to use additional private funds to
2 provide specific enhancements for individuals residing at state-
3 operated facilities. Use of the gifts and bequests shall be
4 consistent with the stipulation of the donor. The expected
5 completion date for the use of gifts and bequests donations is
6 within 3 years unless otherwise stipulated by the donor.

7 Sec. 605. (1) The department shall not implement any closures
8 or consolidations of state hospitals, centers, or agencies until
9 CMHSPs or PIHPs have programs and services in place for those
10 individuals currently in those facilities and a plan for service
11 provision for those individuals who would have been admitted to
12 those facilities.

13 (2) All closures or consolidations are dependent upon adequate
14 department-approved CMHSP and PIHP plans that include a discharge
15 and aftercare plan for each individual currently in the facility. A
16 discharge and aftercare plan shall address the individual's housing
17 needs. A homeless shelter or similar temporary shelter arrangements
18 are inadequate to meet the individual's housing needs.

19 (3) Four months after the certification of closure required in
20 section 19(6) of the state employees' retirement act, 1943 PA 240,
21 MCL 38.19, the department shall provide a closure plan to the house
22 and senate appropriations subcommittees on community health and the
23 state budget director.

24 (4) Upon the closure of state-run operations and after
25 transitional costs have been paid, the remaining balances of funds
26 appropriated for that operation shall be transferred to CMHSPs or
27 PIHPs responsible for providing services for individuals previously

1 served by the operations.

2 Sec. 606. The department may collect revenue for patient
3 reimbursement from first- and third-party payers, including
4 Medicaid and local county CMHSP payers, to cover the cost of
5 placement in state hospitals and centers. The department is
6 authorized to adjust financing sources for patient reimbursement
7 based on actual revenues earned. If the revenue collected exceeds
8 current year expenditures, the revenue may be carried forward with
9 approval of the state budget director. The revenue carried forward
10 shall be used as a first source of funds in the subsequent year.

11 Sec. 608. Effective October 1 of the current fiscal year, the
12 department, in consultation with the department of technology,
13 management, and budget, may maintain a bid process to identify 1 or
14 more private contractors to provide food service and custodial
15 services for the administrative areas at any state hospital
16 identified by the department as capable of generating savings
17 through the outsourcing of such services.

18 **PUBLIC HEALTH ADMINISTRATION**

19 Sec. 650. By October 1 of the current fiscal year, the
20 department shall provide to the senate and house appropriations
21 subcommittees on community health a report that includes detailed
22 information regarding the current process by which fish consumption
23 advisories are created and revised. The department shall include
24 all of the following information in the report:

25 (a) The triggers to begin the process for developing the fish
26 consumption advisories, such as evidence of human disease, fish

1 residue data, and biomonitoring data.

2 (b) The process for developing and modifying a fish
3 consumption advisory, including the data inputs used, the rationale
4 behind the selection of particular fish for collection, whether the
5 process has been independently reviewed and validated by a
6 scientific panel or benchmarked in any way, and the reasons for the
7 lack of any independent review, validation, or benchmarking.

8 (c) The type of data specific to a particular body of water
9 that would be needed to modify a current fish consumption advisory,
10 including the data quality criteria that are used to determine if
11 data are suitable for use in the assessment and exclusions to
12 bodies of data and the justifications for such exclusions.

13 (d) Information on the ways stakeholder input is incorporated
14 into the fish consumption advisory process prior to an advisory
15 being issued.

16 (e) Information on how advisory analyses are documented,
17 including how uncertainty analyses are conducted and reported, with
18 information as to whether these evaluations are publicly available
19 and, if not available, an explanation of why any such evaluations
20 are not publicly available.

21 Sec. 651. The department shall work with the Michigan health
22 endowment fund corporation established pursuant to section 653 of
23 the nonprofit health care corporation reform act, 1980 PA 350, MCL
24 550.1653, to explore ways to expand health and wellness programs.

25 Sec. 654. From the funds appropriated in part 1 for health and
26 wellness initiatives, \$1,000,000.00 shall be allocated for a school
27 children's healthy exercise program to promote and advance physical

1 health for school children in kindergarten through grade 8. The
2 department shall recommend model programs for sites to implement
3 that incorporate evidence-based best practices. The department
4 shall grant no less than 1/2 of the funds appropriated in part 1
5 for before- and after-school programs. The department shall
6 establish guidelines for program sites, which may include schools,
7 community-based organizations, private facilities, recreation
8 centers, or other similar sites. The program format shall encourage
9 local determination of site activities and shall encourage local
10 inclusion of youth in the decision-making regarding site
11 activities. Program goals shall include children experiencing
12 improved physical health and access to physical activity
13 opportunities, the reduction of obesity, providing a safe place to
14 play and exercise, and nutrition education. To be eligible to
15 participate, program sites shall provide a 20% match to the state
16 funding, which may be provided in full, or in part, by a
17 corporation, foundation, or private partner. The department shall
18 seek financial support from corporate, foundation, or other private
19 partners for the program or for individual program sites.

20 **HEALTH POLICY**

21 Sec. 709. (1) The funds appropriated in part 1 for the
22 Michigan essential health care provider program may also provide
23 loan repayment for dentists that fit the criteria established by
24 part 27 of the public health code, 1978 PA 368, MCL 333.2701 to
25 333.2727.

26 (2) From the funds appropriated in part 1 for the Michigan

1 essential health provider program, the department may reduce the
2 local and private share of the loan and repayment costs to 25% for
3 primary care physicians, particularly obstetricians and
4 gynecologists working in underserved areas.

5 Sec. 712. From the funds appropriated in part 1 for primary
6 care services, \$250,000.00 shall be allocated to free health
7 clinics operating in the state. The department shall distribute the
8 funds equally to each free health clinic. For the purpose of this
9 appropriation, "free health clinics" means nonprofit organizations
10 that use volunteer health professionals to provide care to
11 uninsured individuals.

12 Sec. 713. The department shall continue support of
13 multicultural agencies that provide primary care services from the
14 funds appropriated in part 1.

15 Sec. 715. The department shall evaluate options for
16 incentivizing students attending medical schools in this state to
17 meet their primary care residency requirements in this state and
18 ultimately, for some period of time, to remain in this state and
19 serve as primary care physicians.

20 Sec. 717. (1) The department may award health innovation
21 grants to address emerging issues and encourage cutting edge
22 advances in health care including strategic partners in both the
23 public and private sectors.

24 (2) The unexpended funds appropriated for the health
25 innovation grants are considered work project appropriations, and
26 any unencumbered or unallotted funds are carried forward into the
27 following fiscal year. The following is in compliance with section

1 451a(1) of the management and budget act, 1984 PA 431, MCL
2 18.1451a:

3 (a) The purpose of the project to be carried forward is to
4 address emerging issues and encourage cutting edge advances in
5 health care including strategic partners in both the public and
6 private sectors.

7 (b) The project will be accomplished by providing incentive
8 grants.

9 (c) The estimated cost of this project phase is identified in
10 the appropriation line item.

11 (d) The tentative completion date for the work project is
12 September 30, 2019.

13 **EPIDEMIOLOGY AND INFECTIOUS DISEASE**

14 Sec. 851. (1) From the funds appropriated in part 1 for the
15 healthy homes program, no less than \$1,250,000.00 shall be
16 allocated for lead abatement of homes.

17 (2) The department shall coordinate its lead abatement efforts
18 with the Michigan community action agency association, specifically
19 on the issue of window replacement.

20 **LOCAL HEALTH ADMINISTRATION AND GRANTS**

21 Sec. 901. The amount appropriated in part 1 for implementation
22 of the 1993 additions of or amendments to sections 9161, 16221,
23 16226, 17014, 17015, and 17515 of the public health code, 1978 PA
24 368, MCL 333.9161, 333.16221, 333.16226, 333.17014, 333.17015, and
25 333.17515, shall be used to reimburse local health departments for

1 costs incurred related to implementation of section 17015(18) of
2 the public health code, 1978 PA 368, MCL 333.17015.

3 Sec. 902. If a county that has participated in a district
4 health department or an associated arrangement with other local
5 health departments takes action to cease to participate in such an
6 arrangement after October 1 of the current fiscal year, the
7 department shall have the authority to assess a penalty from the
8 local health department's operational accounts in an amount equal
9 to no more than 6.25% of the local health department's essential
10 local public health services funding. This penalty shall only be
11 assessed to the local county that requests the dissolution of the
12 health department.

13 Sec. 904. (1) Funds appropriated in part 1 for essential local
14 public health services shall be prospectively allocated to local
15 health departments to support immunizations, infectious disease
16 control, sexually transmitted disease control and prevention,
17 hearing screening, vision services, food protection, public water
18 supply, private groundwater supply, and on-site sewage management.
19 Food protection shall be provided in consultation with the
20 department of agriculture and rural development. Public water
21 supply, private groundwater supply, and on-site sewage management
22 shall be provided in consultation with the department of
23 environmental quality.

24 (2) Local public health departments shall be held to
25 contractual standards for the services in subsection (1).

26 (3) Distributions in subsection (1) shall be made only to
27 counties that maintain local spending in the current fiscal year of

1 at least the amount expended in fiscal year 1992-1993 for the
2 services described in subsection (1).

3 **FAMILY, MATERNAL, AND CHILDREN'S HEALTH SERVICES**

4 Sec. 1104. (1) Before April 1 of the current fiscal year, the
5 department shall submit a report to the house and senate fiscal
6 agencies and the state budget director on planned allocations from
7 the amounts appropriated in part 1 for local MCH services, prenatal
8 care outreach and service delivery support, family planning local
9 agreements, and pregnancy prevention programs. Using applicable
10 federal definitions, the report shall include information on all of
11 the following:

12 (a) Funding allocations.

13 (b) Actual number of women, children, and adolescents served
14 and amounts expended for each group for the immediately preceding
15 fiscal year.

16 (c) A breakdown of the expenditure of these funds between
17 urban and rural communities.

18 (2) The department shall ensure that the distribution of funds
19 through the programs described in subsection (1) takes into account
20 the needs of rural communities.

21 (3) For the purposes of this section, "rural" means a county,
22 city, village, or township with a population of 30,000 or less,
23 including those entities if located within a metropolitan
24 statistical area.

25 Sec. 1106. Each family planning program receiving federal
26 title X family planning funds under 42 USC 300 to 300a-8 shall be

1 with a qualified contractor that will contract with qualified
2 service providers to provide free counseling, support, and referral
3 services to eligible women during pregnancy through 12 months after
4 birth. As appropriate, the goals for client outcomes shall include
5 an increase in client support, an increase in childbirth choice, an
6 increase in adoption knowledge, an improvement in parenting skills,
7 and improved reproductive health through abstinence education. The
8 contractor of the program shall provide for program training,
9 client educational material, program marketing, and annual service
10 provider site monitoring.

11 Sec. 1137. From the funds appropriated in part 1 for prenatal
12 care outreach and service delivery support, not less than
13 \$500,000.00 shall be allocated for evidence-based programs to
14 reduce infant mortality including nurse family partnership
15 programs. The funds shall be used for enhanced support and
16 education to nursing teams or other teams of qualified health
17 professionals, client recruitment in areas designated as
18 underserved for obstetrical and gynecological services and other
19 high-need communities, strategic planning to expand and sustain
20 programs, and marketing and communications of programs to raise
21 awareness, engage stakeholders, and recruit nurses.

22 Sec. 1138. The department shall allocate funds appropriated in
23 section 113 of part 1 for family, maternal, and children's health
24 services pursuant to section 1 of 2002 PA 360, MCL 333.1091.

25 **CHILDREN'S SPECIAL HEALTH CARE SERVICES**

26 Sec. 1202. The department may do 1 or more of the following:

1 (a) Provide special formula for eligible clients with
2 specified metabolic and allergic disorders.

3 (b) Provide medical care and treatment to eligible patients
4 with cystic fibrosis who are 21 years of age or older.

5 (c) Provide medical care and treatment to eligible patients
6 with hereditary coagulation defects, commonly known as hemophilia,
7 who are 21 years of age or older.

8 (d) Provide human growth hormone to eligible patients.

9 **CRIME VICTIM SERVICES COMMISSION**

10 Sec. 1302. From the funds appropriated in part 1 for justice
11 assistance grants, up to \$200,000.00 shall be allocated for
12 expansion of forensic nurse examiner programs to facilitate
13 training for improved evidence collection for the prosecution of
14 sexual assault. The funds shall be used for program coordination
15 and training.

16 **OFFICE OF SERVICES TO THE AGING**

17 Sec. 1403. (1) By February 1 of the current fiscal year, the
18 office of services to the aging shall require each region to report
19 to the office of services to the aging and to the legislature home-
20 delivered meals waiting lists based upon standard criteria.
21 Determining criteria shall include all of the following:

22 (a) The recipient's degree of frailty.

23 (b) The recipient's inability to prepare his or her own meals
24 safely.

25 (c) Whether the recipient has another care provider available.

1 (d) Any other qualifications normally necessary for the
2 recipient to receive home-delivered meals.

3 (2) Data required in subsection (1) shall be recorded only for
4 individuals who have applied for participation in the home-
5 delivered meals program and who are initially determined as likely
6 to be eligible for home-delivered meals.

7 Sec. 1417. The department shall provide to the senate and
8 house appropriations subcommittees on community health, senate and
9 house fiscal agencies, and state budget director a report by March
10 30 of the current fiscal year that contains all of the following:

11 (a) The total allocation of state resources made to each area
12 agency on aging by individual program and administration.

13 (b) Detail expenditure by each area agency on aging by
14 individual program and administration including both state-funded
15 resources and locally funded resources.

16 Sec. 1421. From the funds appropriated in part 1 for community
17 services, \$1,100,000.00 shall be allocated to area agencies on
18 aging for locally determined needs.

19 **MEDICAL SERVICES ADMINISTRATION**

20 Sec. 1501. The unexpended funds appropriated in part 1 for the
21 electronic health records incentive program are considered work
22 project appropriations, and any unencumbered or unallotted funds
23 are carried forward into the following fiscal year. The following
24 is in compliance with section 451a(1) of the management and budget
25 act, 1984 PA 431, MCL 18.1451a:

26 (a) The purpose of the project to be carried forward is to

1 implement the Medicaid electronic health record program that
2 provides financial incentive payments to Medicaid health care
3 providers to encourage the adoption and meaningful use of
4 electronic health records to improve quality, increase efficiency,
5 and promote safety.

6 (b) The projects will be accomplished according to the
7 approved federal advanced planning document.

8 (c) The estimated cost of this project phase is identified in
9 the appropriation line item.

10 (d) The tentative completion date for the work project is
11 September 30, 2019.

12 Sec. 1503. For the funds appropriated in part 1 for Healthy
13 Michigan plan administration, the department shall establish an
14 accounting structure within the Michigan administrative information
15 network that will allow expenditures associated with the
16 administration of the Healthy Michigan plan to be identified. By
17 October 1, 2014, the department shall provide the state budget
18 office and the house and senate fiscal agencies with the relevant
19 accounting structure and associated business objects script and
20 report that groups administrative costs.

21 MEDICAL SERVICES

22 Sec. 1601. The cost of remedial services incurred by residents
23 of licensed adult foster care homes and licensed homes for the aged
24 shall be used in determining financial eligibility for the
25 medically needy. Remedial services include basic self-care and
26 rehabilitation training for a resident.

1 Sec. 1603. (1) The department may establish a program for
2 individuals to purchase medical coverage at a rate determined by
3 the department.

4 (2) The department may receive and expend premiums for the
5 buy-in of medical coverage in addition to the amounts appropriated
6 in part 1.

7 (3) The premiums described in this section shall be classified
8 as private funds.

9 Sec. 1605. The protected income level for Medicaid coverage
10 determined pursuant to section 106(1)(b)(iii) of the social welfare
11 act, 1939 PA 280, MCL 400.106, shall be 100% of the related public
12 assistance standard.

13 Sec. 1606. For the purpose of guardian and conservator
14 charges, the department may deduct up to \$60.00 per month as an
15 allowable expense against a recipient's income when determining
16 medical services eligibility and patient pay amounts.

17 Sec. 1607. (1) An applicant for Medicaid, whose qualifying
18 condition is pregnancy, shall immediately be presumed to be
19 eligible for Medicaid coverage unless the preponderance of evidence
20 in her application indicates otherwise. The applicant who is
21 qualified as described in this subsection shall be allowed to
22 select or remain with the Medicaid participating obstetrician of
23 her choice.

24 (2) An applicant qualified as described in subsection (1)
25 shall be given a letter of authorization to receive Medicaid
26 covered services related to her pregnancy. All qualifying
27 applicants shall be entitled to receive all medically necessary

1 obstetrical and prenatal care without preauthorization from a
2 health plan. All claims submitted for payment for obstetrical and
3 prenatal care shall be paid at the Medicaid fee-for-service rate in
4 the event a contract does not exist between the Medicaid
5 participating obstetrical or prenatal care provider and the managed
6 care plan. The applicant shall receive a listing of Medicaid
7 physicians and managed care plans in the immediate vicinity of the
8 applicant's residence.

9 (3) In the event that an applicant, presumed to be eligible
10 pursuant to subsection (1), is subsequently found to be ineligible,
11 a Medicaid physician or managed care plan that has been providing
12 pregnancy services to an applicant under this section is entitled
13 to reimbursement for those services until such time as they are
14 notified by the department that the applicant was found to be
15 ineligible for Medicaid.

16 (4) If the preponderance of evidence in an application
17 indicates that the applicant is not eligible for Medicaid, the
18 department shall refer that applicant to the nearest public health
19 clinic or similar entity as a potential source for receiving
20 pregnancy-related services.

21 (5) The department shall develop an enrollment process for
22 pregnant women covered under this section that facilitates the
23 selection of a managed care plan at the time of application.

24 (6) The department shall mandate enrollment of women, whose
25 qualifying condition is pregnancy, into Medicaid managed care
26 plans.

27 (7) The department shall encourage physicians to provide

1 women, whose qualifying condition for Medicaid is pregnancy, with a
2 referral to a Medicaid participating dentist at the first
3 pregnancy-related appointment.

4 Sec. 1611. (1) For care provided to medical services
5 recipients with other third-party sources of payment, medical
6 services reimbursement shall not exceed, in combination with such
7 other resources, including Medicare, those amounts established for
8 medical services-only patients. The medical services payment rate
9 shall be accepted as payment in full. Other than an approved
10 medical services co-payment, no portion of a provider's charge
11 shall be billed to the recipient or any person acting on behalf of
12 the recipient. Nothing in this section shall be considered to
13 affect the level of payment from a third-party source other than
14 the medical services program. The department shall require a
15 nonenrolled provider to accept medical services payments as payment
16 in full.

17 (2) Notwithstanding subsection (1), medical services
18 reimbursement for hospital services provided to dual
19 Medicare/medical services recipients with Medicare part B coverage
20 only shall equal, when combined with payments for Medicare and
21 other third-party resources, if any, those amounts established for
22 medical services-only patients, including capital payments.

23 Sec. 1620. (1) For fee-for-service recipients who do not
24 reside in nursing homes, the pharmaceutical dispensing fee shall be
25 \$2.75 or the pharmacy's usual or customary cash charge, whichever
26 is less. For nursing home residents, the pharmaceutical dispensing
27 fee shall be \$3.00 or the pharmacy's usual or customary cash

1 charge, whichever is less.

2 (2) The department shall require a prescription co-payment for
3 Medicaid recipients of \$1.00 for a generic drug and \$3.00 for a
4 brand-name drug, except as prohibited by federal or state law or
5 regulation.

6 Sec. 1629. The department shall utilize maximum allowable cost
7 pricing for generic drugs that is based on wholesaler pricing to
8 providers that is available from at least 2 wholesalers who deliver
9 in the state of Michigan.

10 Sec. 1631. (1) The department shall require co-payments on
11 dental, podiatric, and vision services provided to Medicaid
12 recipients, except as prohibited by federal or state law or
13 regulation.

14 (2) Except as otherwise prohibited by federal or state law or
15 regulations, the department shall require Medicaid recipients to
16 pay the following co-payments:

17 (a) Two dollars for a physician office visit.

18 (b) Three dollars for a hospital emergency room visit.

19 (c) Fifty dollars for the first day of an inpatient hospital
20 stay.

21 (d) One dollar for an outpatient hospital visit.

22 Sec. 1641. An institutional provider that is required to
23 submit a cost report under the medical services program shall
24 submit cost reports completed in full within 5 months after the end
25 of its fiscal year.

26 Sec. 1657. (1) Reimbursement for medical services to screen
27 and stabilize a Medicaid recipient, including stabilization of a

1 psychiatric crisis, in a hospital emergency room shall not be made
2 contingent on obtaining prior authorization from the recipient's
3 HMO. If the recipient is discharged from the emergency room, the
4 hospital shall notify the recipient's HMO within 24 hours of the
5 diagnosis and treatment received.

6 (2) If the treating hospital determines that the recipient
7 will require further medical service or hospitalization beyond the
8 point of stabilization, that hospital shall receive authorization
9 from the recipient's HMO prior to admitting the recipient.

10 (3) Subsections (1) and (2) do not require an alteration to an
11 existing agreement between an HMO and its contracting hospitals and
12 do not require an HMO to reimburse for services that are not
13 considered to be medically necessary.

14 Sec. 1659. The following sections of this part are the only
15 ones that shall apply to the following Medicaid managed care
16 programs, including the comprehensive plan, MIChoice long-term care
17 plan, and the mental health, substance use disorder, and
18 developmentally disabled services program: 401, 402, 404, 411, 418,
19 424, 428, 494, 496, 605, 1607, 1657, 1662, 1699, 1764, 1775, 1850,
20 1858, and 1881.

21 Sec. 1662. (1) The department shall assure that an external
22 quality review of each contracting HMO is performed that results in
23 an analysis and evaluation of aggregated information on quality,
24 timeliness, and access to health care services that the HMO or its
25 contractors furnish to Medicaid beneficiaries.

26 (2) The department shall require Medicaid HMOs to provide
27 EPSDT utilization data through the encounter data system, and HEDIS

1 well child health measures in accordance with the national
2 committee for quality assurance prescribed methodology.

3 (3) The department shall provide a copy of the analysis of the
4 Medicaid HMO annual audited HEDIS reports and the annual external
5 quality review report to the senate and house of representatives
6 appropriations subcommittees on community health, the senate and
7 house fiscal agencies, and the state budget director, within 30
8 days of the department's receipt of the final reports from the
9 contractors.

10 Sec. 1670. (1) The appropriation in part 1 for the MICHild
11 program is to be used to provide comprehensive health care to all
12 children under age 19 who reside in families with income at or
13 below 212% of the federal poverty level, who are uninsured and have
14 not had coverage by other comprehensive health insurance within 6
15 months of making application for MICHild benefits, and who are
16 residents of this state. The department shall develop detailed
17 eligibility criteria through the medical services administration
18 public concurrence process, consistent with the provisions of this
19 part and part 1. Health coverage for children in families between
20 160% and 212% of the federal poverty level shall be provided
21 through a state-based private health care program.

22 (2) The department may provide up to 1 year of continuous
23 eligibility to children eligible for the MICHild program unless the
24 family fails to pay the monthly premium, a child reaches age 19, or
25 the status of the children's family changes and its members no
26 longer meet the eligibility criteria as specified in the federally
27 approved MICHild state plan.

1 (3) Children whose category of eligibility changes between the
2 Medicaid and MICHild programs shall be assured of keeping their
3 current health care providers through the current prescribed course
4 of treatment for up to 1 year, subject to periodic reviews by the
5 department if the beneficiary has a serious medical condition and
6 is undergoing active treatment for that condition.

7 (4) To be eligible for the MICHild program, a child must be
8 residing in a family with an adjusted gross income of less than or
9 equal to 212% of the federal poverty level. The department's
10 verification policy shall be used to determine eligibility.

11 (5) The department shall contract with Medicaid health plans
12 to provide physical health services to MICHild enrollees. The
13 department may continue to obtain physical health services for
14 MICHild enrollees from health maintenance organizations and
15 preferred provider organizations currently under contract for
16 whatever duration is needed as determined by the department. The
17 department shall contractually require that health plans pay out-
18 of-network providers at the department fee schedule. The department
19 shall contract with qualified dental plans to provide dental
20 coverage for MICHild enrollees.

21 (6) The department may enter into contracts to obtain certain
22 MICHild services from community mental health service programs.

23 (7) The department may make payments on behalf of children
24 enrolled in the MICHild program from the line-item appropriation
25 associated with the program as described in the MICHild state plan
26 approved by the United States department of health and human
27 services, or from other medical services.

1 (8) The department shall assure that an external quality
2 review of each MICHild contractor, as described in subsection (5),
3 is performed, which analyzes and evaluates the aggregated
4 information on quality, timeliness, and access to health care
5 services that the contractor furnished to MICHild beneficiaries.

6 (9) The department shall develop an automatic enrollment
7 algorithm that is based on quality and performance factors.

8 (10) MICHild services shall include treatment for autism
9 spectrum disorders as defined in the federally approved Medicaid
10 state plan.

11 Sec. 1673. The department may establish premiums for MICHild
12 eligible individuals in families with income above 150% of the
13 federal poverty level. The monthly premiums shall not be less than
14 \$10.00 or exceed \$15.00 for a family.

15 Sec. 1677. The MICHild program shall provide all benefits
16 available under the Michigan benchmark plan that are delivered
17 through contracted providers and consistent with federal law,
18 including, but not limited to, the following medically necessary
19 services:

20 (a) Inpatient mental health services, other than substance use
21 disorder treatment services, including services furnished in a
22 state-operated mental hospital and residential or other 24-hour
23 therapeutically planned structured services.

24 (b) Outpatient mental health services, other than substance
25 use disorder services, including services furnished in a state-
26 operated mental hospital and community-based services.

27 (c) Durable medical equipment and prosthetic and orthotic

1 devices.

2 (d) Dental services as outlined in the approved MICHild state
3 plan.

4 (e) Substance use disorder treatment services that may include
5 inpatient, outpatient, and residential substance use disorder
6 treatment services.

7 (f) Care management services for mental health diagnoses.

8 (g) Physical therapy, occupational therapy, and services for
9 individuals with speech, hearing, and language disorders.

10 (h) Emergency ambulance services.

11 Sec. 1682. (1) The department shall implement enforcement
12 actions as specified in the nursing facility enforcement provisions
13 of section 1919 of title XIX, 42 USC 1396r.

14 (2) In addition to the appropriations in part 1, the
15 department is authorized to receive and spend penalty money
16 received as the result of noncompliance with medical services
17 certification regulations. Penalty money, characterized as private
18 funds, received by the department shall increase authorizations and
19 allotments in the long-term care accounts.

20 (3) Any unexpended penalty money, at the end of the year,
21 shall carry forward to the following year.

22 Sec. 1692. (1) The department is authorized to pursue
23 reimbursement for eligible services provided in Michigan schools
24 from the federal Medicaid program. The department and the state
25 budget director are authorized to negotiate and enter into
26 agreements, together with the department of education, with local
27 and intermediate school districts regarding the sharing of federal

1 Medicaid services funds received for these services. The department
2 is authorized to receive and disburse funds to participating school
3 districts pursuant to such agreements and state and federal law.

4 (2) From the funds appropriated in part 1 for medical services
5 school-based services payments, the department is authorized to do
6 all of the following:

7 (a) Finance activities within the medical services
8 administration related to this project.

9 (b) Reimburse participating school districts pursuant to the
10 fund-sharing ratios negotiated in the state-local agreements
11 authorized in subsection (1).

12 (c) Offset general fund costs associated with the medical
13 services program.

14 Sec. 1693. The special Medicaid reimbursement appropriation in
15 part 1 may be increased if the department submits a medical
16 services state plan amendment pertaining to this line item at a
17 level higher than the appropriation. The department is authorized
18 to appropriately adjust financing sources in accordance with the
19 increased appropriation.

20 Sec. 1694. From the funds appropriated in part 1 for special
21 Medicaid reimbursement, \$378,000.00 of general fund/general purpose
22 revenue and any associated federal match shall be distributed for
23 poison control services to an academic health care system that
24 includes a children's hospital that has a high indigent care
25 volume.

26 Sec. 1699. (1) The department may make separate payments in
27 the amount of \$45,000,000.00 directly to qualifying hospitals

1 serving a disproportionate share of indigent patients and to
2 hospitals providing GME training programs. If direct payment for
3 GME and DSH is made to qualifying hospitals for services to
4 Medicaid clients, hospitals shall not include GME costs or DSH
5 payments in their contracts with HMOs.

6 (2) The department shall allocate \$45,000,000.00 in DSH
7 funding using the distribution methodology used in fiscal year
8 2003-2004.

9 (3) By September 30 of the current fiscal year, the department
10 shall report to the senate and house appropriations subcommittees
11 on community health and the senate and house fiscal agencies on the
12 new distribution of funding to each eligible hospital from the GME
13 and DSH pools.

14 Sec. 1724. The department shall allow licensed pharmacies to
15 purchase injectable drugs for the treatment of respiratory
16 syncytial virus for shipment to physicians' offices to be
17 administered to specific patients. If the affected patients are
18 Medicaid eligible, the department shall reimburse pharmacies for
19 the dispensing of the injectable drugs and reimburse physicians for
20 the administration of the injectable drugs.

21 Sec. 1764. The department shall annually certify rates paid to
22 Medicaid health plans and specialty prepaid inpatient health plans
23 as being actuarially sound in accordance with federal requirements
24 and shall provide a copy of the rate certification and approval
25 immediately to the house and senate appropriations subcommittees on
26 community health and the house and senate fiscal agencies. The
27 department shall consider, in the case of Medicaid policy bulletins

1 affecting Medicaid health plans issued after the federal approval
2 of rates, including an economic analysis of the impact of the
3 approved rates on the Medicaid health plans.

4 Sec. 1775. If the state's application for a waiver to
5 implement managed care for dual Medicare/Medicaid eligibles is
6 approved by the federal government, the department shall provide
7 quarterly reports to the senate and house appropriations
8 subcommittees on community health and the senate and house fiscal
9 agencies on progress in implementing the waiver.

10 Sec. 1804. The department, in cooperation with the department
11 of human services and the department of military and veterans
12 affairs, shall work with the federal public assistance reporting
13 information system to identify Medicaid recipients who are veterans
14 and who may be eligible for federal veterans health care benefits
15 or other benefits.

16 Sec. 1850. The department may allow Medicaid health plans to
17 assist with the redetermination process through outreach activities
18 to ensure continuation of Medicaid eligibility and enrollment in
19 managed care. This may include mailings, telephone contact, or
20 face-to-face contact with beneficiaries enrolled in the individual
21 Medicaid health plan. Health plans may offer assistance in
22 completing paperwork for beneficiaries enrolled in their plan.

23 Sec. 1858. Medicaid services shall include treatment for
24 autism spectrum disorders as defined in the federally approved
25 Medicaid state plan. Such alternatives may be coordinated with the
26 Medicaid health plans and the Michigan association of health plans.

27 Sec. 1861. (1) The department shall conduct a review of the

1 efficiency and effectiveness of the current nonemergency
2 transportation system funded in part 1. For nonemergency
3 transportation services provided outside the current broker
4 coverage, the review is contingent on available detailed travel
5 data including methods of travel, number of people served, travel
6 distances, number of trips, and costs of trips. The department
7 shall report the results of the review required under this
8 subsection to the house and senate appropriations subcommittees on
9 community health and the house and senate fiscal agencies no later
10 than September 30 of the current fiscal year.

11 (2) The department shall create a pilot nonemergency
12 transportation system in at least 2 counties with priority given to
13 Berrien and Muskegon counties to provide nonemergency
14 transportation services encouraging use of nonprofit entities. The
15 transportation providers selected by the department are responsible
16 for ensuring that federal and state safety and training standards
17 are met.

18 Sec. 1862. From the funds appropriated in part 1, the
19 department shall continue the rate increase for Medicaid
20 obstetrical services at not less than what was in effect on October
21 1, 2012.

22 Sec. 1865. Upon federal approval of the department's proposal
23 for integrated care for individuals who are dual Medicare/Medicaid
24 eligibles, the department shall provide the senate and house
25 appropriations subcommittees on community health and the senate and
26 house fiscal agencies its plan and organizational chart for
27 administering and providing oversight of this proposal. The plan

1 shall include information on how the department intends to organize
2 staff in an integrated manner to ensure that key components of the
3 proposal are implemented effectively.

4 Sec. 1866. (1) From the funds appropriated in part 1 for
5 hospital services and therapy, \$12,277,900.00 in state restricted
6 hospital quality assurance assessment program revenue and any
7 associated federal match shall be awarded to hospitals that meet
8 criteria established by the department for services to low-income
9 rural residents. One of the reimbursement components of the
10 distribution formula shall be assistance with labor and delivery
11 services.

12 (2) No hospital or hospital system shall receive more than
13 5.0% of the total funding referenced in subsection (1).

14 (3) To allow hospitals to understand their rural payment
15 amounts under this section, the department shall provide hospitals
16 with the methodology for distribution under this section and
17 provide each hospital with its applicable data that are used to
18 determine the payment amounts by August 1 of the current fiscal
19 year. The department shall publish the distribution of payments for
20 the current fiscal year and the immediately preceding fiscal year.

21 (4) The department shall report to the senate and house
22 appropriations subcommittees on community health and the senate and
23 house fiscal agencies on the distribution of funds referenced in
24 subsection (1) by April 1 of the current fiscal year.

25 Sec. 1873. The department shall report on the findings of the
26 workgroup established to discuss new ways to distribute hospital
27 funding through the Michigan access to care initiative, the

1 hospital rate adjustor payments, and the quality assurance
2 assessment program. The department shall report to the senate and
3 house subcommittees on community health on the findings of the
4 workgroup by April 1 of the current fiscal year.

5 Sec. 1874. The department may explore ways to work with
6 private providers to develop fraud management solutions to reduce
7 fraud, waste, and abuse in this state's Medicaid program.

8 Sec. 1878. In any project negotiated with the federal
9 government for integrated health care of individuals dually
10 enrolled in Medicaid and Medicare, the department shall seek to
11 assure the existence of an ombudsman program that is not associated
12 with any project service manager or provider. For activities to be
13 undertaken by the ombudsman program, the department shall include,
14 but is not limited to, assisting beneficiaries with navigating
15 complaint and dispute resolution mechanisms, identifying problems
16 in the project's complaint and dispute resolution mechanisms, and
17 reporting to the executive and legislative branches on any such
18 problems and potential solutions for them.

19 Sec. 1881. The department shall create a default eligibility
20 and enrollment determination for newborns so that newborns are
21 assigned to the same Medicaid health plan as the mother at the time
22 of birth.

23 Sec. 1883. For the purposes of more effectively managing
24 inpatient care for Medicaid health plans and Medicaid fee-for-
25 service, the department shall consider developing an appropriate
26 policy and rate for observation stays.

27 Sec. 1886. The department shall work in conjunction with the

1 workgroup established by the department of human services to
2 determine how the state can maximize Medicaid claims for community-
3 based and outpatient treatment services to foster care children and
4 adjudicated youths who are placed in community-based treatment
5 programs. The department shall report to the senate and house
6 appropriations subcommittees on community health, the senate and
7 house fiscal agencies, the senate and house policy offices, and the
8 state budget office by March 1 of the current fiscal year on the
9 findings of the workgroup.

10 **ONE-TIME BASIS ONLY APPROPRIATIONS**

11 Sec. 1902. From the funds appropriated in part 1 for
12 university autism programs, the department shall make the following
13 allocations:

14 (a) \$500,000.00 to the Eastern Michigan University autism
15 center.

16 (b) \$500,000.00 to the Western Michigan University autism
17 center of excellence.

18 (c) \$500,000.00 to Michigan State University.

19 Sec. 1903. (1) Funds appropriated in part 1, section 121, one-
20 time basis only appropriations, for hospital services and therapy -
21 graduate medical education shall only be expended if both of the
22 following conditions are met:

23 (a) A distribution formula is developed by the Michigan health
24 and hospital association and the Michigan association of medical
25 education, in coordination with the department, for all graduate
26 medical education funds appropriated in section 119, medical

1 services, for implementation in fiscal year 2015-2016.

2 (b) The formula is presented to the director by February 1,
3 2015, and the director approves the distribution formula.

4 (2) Until such time that the director approves the
5 distribution formula under subsection (1)(b), graduate medical
6 education funds appropriated in section 119, medical services,
7 shall be disbursed according to the formula in place in fiscal year
8 2013-2014.

9 (3) It is the intent of the legislature that the formula
10 agreed to by the director be implemented for fiscal year 2015-2016.

11 PART 2A

12 PROVISIONS CONCERNING ANTICIPATED APPROPRIATIONS

13 FOR FISCAL YEAR 2015-2016

14 **GENERAL SECTIONS**

15 Sec. 2001. It is the intent of the legislature to provide
16 appropriations for the fiscal year ending on September 30, 2016 for
17 the line items listed in part 1. The fiscal year 2015-2016
18 appropriations are anticipated to be the same as those for fiscal
19 year 2014-2015, except that the line items will be adjusted for
20 changes in caseload and related costs, federal fund match rates,
21 economic factors, and available revenue. These adjustments will be
22 determined after the January 2015 consensus revenue estimating
23 conference.

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ARTICLE V

DEPARTMENT OF CORRECTIONS

PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. There is appropriated for the department of corrections for the fiscal year ending September 30, 2015, from the following funds:

DEPARTMENT OF CORRECTIONS

APPROPRIATION SUMMARY

Average population	44,997	
Full-time equated unclassified positions.....	16.0	
Full-time equated classified positions.....	14,179.3	
GROSS APPROPRIATION.....		\$ 2,034,921,700
Interdepartmental grant revenues:		
Total interdepartmental grants and intradepartmental transfers		225,000
ADJUSTED GROSS APPROPRIATION.....		\$ 2,034,696,700
Federal revenues:		
Total federal revenues.....		5,081,000
Special revenue funds:		
Total local revenues.....		8,547,700
Total private revenues.....		0
Total other state restricted revenues.....		45,869,600
State general fund/general purpose.....		\$ 1,975,198,400
Sec. 102. EXECUTIVE		
Full-time equated unclassified positions.....	16.0	
Full-time equated classified positions.....	13.0	

1	Unclassified positions--16.0 FTE positions	\$	1,724,200
2	Executive direction--13.0 FTE positions		<u>3,115,900</u>
3	GROSS APPROPRIATION.....	\$	4,840,100
4	Appropriated from:		
5	State general fund/general purpose	\$	4,840,100
6	Sec. 103. PRISONER RE-ENTRY AND COMMUNITY SUPPORT		
7	Prisoner re-entry local service providers	\$	13,708,600
8	Prisoner re-entry MDOC programs		11,124,000
9	Prisoner re-entry federal grants		250,000
10	Prisoner re-entry legal services		449,000
11	Jail mental health transition pilot program		1,000,000
12	Public safety initiative		<u>4,500,000</u>
13	GROSS APPROPRIATION.....	\$	31,031,600
14	Appropriated from:		
15	Federal revenues:		
16	DOJ, prisoner reintegration.....		250,000
17	State general fund/general purpose	\$	30,781,600
18	Sec. 104. BUDGET AND OPERATIONS ADMINISTRATION		
19	Full-time equated classified positions..... 173.0		
20	Budget and operations administration--173.0 FTE		
21	positions	\$	22,193,400
22	New custody staff training.....		9,075,800
23	Compensatory buyout and union leave bank		100
24	Worker's compensation.....		18,000,000
25	Rent.....		2,317,800
26	Equipment and special maintenance		7,359,600
27	Administrative hearings officers		3,339,700

1	Judicial data warehouse user fees.....		50,000
2	Sheriffs' coordinating and training office.....		100,000
3	Prosecutorial and detainer expenses.....		4,701,000
4	County jail reimbursement program.....		<u>14,847,100</u>
5	GROSS APPROPRIATION.....	\$	81,984,500
6	Appropriated from:		
7	Special revenue funds:		
8	Jail reimbursement program fund.....		5,900,000
9	Special equipment fund.....		5,800,000
10	Local corrections officer training fund.....		100,000
11	Correctional industries revolving fund.....		602,600
12	State general fund/general purpose.....	\$	69,581,900
13	Sec. 105. FIELD OPERATIONS ADMINISTRATION		
14	Full-time equated classified positions.....	1,954.3	
15	Field operations--1,821.9 FTE positions.....		\$ 200,682,300
16	Parole board operations--41.0 FTE positions.....		4,829,700
17	Parole/probation services.....		940,000
18	Community re-entry centers--12.4 FTE positions.....		8,152,800
19	Electronic monitoring center--56.0 FTE positions.....		13,365,400
20	Community corrections administration--6.0 FTE		
21	positions.....		763,300
22	Substance abuse testing and treatment services--17.0		
23	FTE positions.....		21,794,200
24	Residential services.....		15,475,500
25	Community corrections comprehensive plans and services		12,158,000
26	Felony drunk driver jail reduction and community		
27	treatment program.....		<u>1,440,100</u>

1	GROSS APPROPRIATION.....	\$	279,601,300
2	Appropriated from:		
3	Federal revenues:		
4	DOJ, office of justice programs, RSAT.....		185,400
5	Special revenue funds:		
6	Local - community tether program reimbursement.....		201,300
7	Re-entry center offender reimbursements.....		23,900
8	Parole and probation oversight fees.....		4,341,500
9	Parole and probation oversight fees set-aside.....		1,361,300
10	Tether program participant contributions.....		2,432,100
11	State general fund/general purpose.....	\$	271,055,800
12	Sec. 106. CORRECTIONAL FACILITIES ADMINISTRATION		
13	Full-time equated classified positions.....		781.4
14	Correctional facilities administration--61.0 FTE		
15	positions	\$	11,739,800
16	Prison food service.....		52,558,900
17	Transportation--210.0 FTE positions.....		25,673,500
18	Central records--53.0 FTE positions.....		5,607,500
19	Inmate legal services.....		790,900
20	Loans to parolees.....		20,000
21	Housing inmates in federal institutions.....		611,000
22	Prison store operations--63.0 FTE positions.....		5,657,600
23	Prison industries operations--123.0 FTE positions....		12,297,400
24	Federal school lunch program.....		812,800
25	Leased beds and alternatives to leased beds.....		1,250,000
26	Public works programs.....		1,000,000
27	Cost-effective housing initiative.....		100

1	Inmate housing fund.....		100
2	Education program--271.4 FTE positions.....		<u>35,305,900</u>
3	GROSS APPROPRIATION.....	\$	153,325,500
4	Appropriated from:		
5	Interdepartmental grant revenues:		
6	IDG-MDHS, Maxey/Woodland Center food service.....		225,000
7	Federal revenues:		
8	DAG-FNS, national school lunch.....		812,800
9	DED-OESE, title 1.....		404,900
10	DED-OVAE, adult education.....		354,300
11	DED-OSERS.....		115,500
12	DED, vocational education equipment.....		152,600
13	DED, youthful offender/Specter grant.....		202,400
14	DOJ-BOP, federal prisoner reimbursement.....		411,000
15	DOJ, prison rape elimination act grant.....		660,400
16	SSA-SSI, incentive payment.....		268,400
17	Special revenue funds:		
18	Correctional industries revolving fund.....		12,297,400
19	Public works user fees.....		1,000,000
20	Resident stores.....		5,657,600
21	State general fund/general purpose.....	\$	130,763,200
22	Sec. 107. HEALTH CARE		
23	Full-time equated classified positions.....		1,468.9
24	Health care administration--22.0 FTE positions.....	\$	3,650,700
25	Prisoner health care services.....		75,180,400
26	Vaccination program.....		691,200
27	Interdepartmental grant to human services, eligibility		

1	specialists	100,000
2	Mental health services and support--363.0 FTE	
3	positions	58,785,200
4	Clinical complexes--1,077.9 FTE positions	144,315,800
5	Healthy Michigan plan administration--6.0 FTE	
6	positions	<u>1,079,700</u>
7	GROSS APPROPRIATION.....	\$ 283,803,000
8	Appropriated from:	
9	Federal revenues:	
10	Federal revenues and reimbursements	248,800
11	Special revenue funds:	
12	Prisoner health care copayments	253,200
13	State general fund/general purpose	\$ 283,301,000
14	Sec. 108. CORRECTIONAL FACILITIES	
15	Average population	44,997
16	Full-time equated classified positions.....	9,788.7
17	Alger correctional facility - Munising--261.2 FTE	
18	positions	\$ 31,534,700
19	Average population	889
20	Baraga correctional facility - Baraga--295.8 FTE	
21	positions	34,936,800
22	Average population	884
23	Bellamy Creek correctional facility - Ionia--390.2 FTE	
24	positions	44,229,700
25	Average population	1,850
26	Earnest C. Brooks correctional facility - Muskegon--	
27	444.7 FTE positions	50,909,500

1	Average population	2,512	
2	Carson City correctional facility - Carson City--	424.4	
3	FTE positions		47,780,500
4	Average population	2,440	
5	Central Michigan correctional facility - St. Louis--		
6	391.6 FTE positions		46,188,900
7	Average population	2,554	
8	Chippewa correctional facility - Kincheloe--	435.1 FTE	
9	positions		49,076,400
10	Average population	2,282	
11	Cooper street correctional facility - Jackson--	260.1	
12	FTE positions		29,056,200
13	Average population	1,799	
14	G. Robert Cotton correctional facility - Jackson--		
15	392.9 FTE positions		43,831,500
16	Average population	1,841	
17	Detroit detention center--	63.1 FTE positions	8,346,400
18	Detroit re-entry center--	216.2 FTE positions	26,149,300
19	Average population	1,044	
20	Charles E. Egeler correctional facility - Jackson--		
21	372.7 FTE positions		45,101,900
22	Average population	1,376	
23	Richard A. Handlon correctional facility - Ionia--		
24	246.4 FTE positions		28,868,700
25	Average population	1,373	
26	Gus Harrison correctional facility - Adrian--	444.1 FTE	
27	positions		49,846,500

1	Average population	2,342	
2	Ionia correctional facility - Ionia--287.8 FTE		
3	positions		33,687,000
4	Average population	654	
5	Kinross correctional facility - Kincheloe--323.8 FTE		
6	positions		37,781,900
7	Average population	1,799	
8	Lakeland correctional facility - Coldwater--275.2 FTE		
9	positions		32,721,200
10	Average population	1,336	
11	Macomb correctional facility - New Haven--297.0 FTE		
12	positions		34,500,300
13	Average population	1,376	
14	Marquette branch prison - Marquette--321.7 FTE		
15	positions		39,692,600
16	Average population	1,201	
17	Michigan reformatory - Ionia--310.7 FTE positions		34,800,400
18	Average population	1,338	
19	Muskegon correctional facility - Muskegon--202.5 FTE		
20	positions		23,557,800
21	Average population	1,338	
22	Newberry correctional facility - Newberry--201.1 FTE		
23	positions		23,958,900
24	Average population	978	
25	Oaks correctional facility - Eastlake--291.4 FTE		
26	positions		34,297,200
27	Average population	1,156	

1	Ojibway correctional facility - Marenisco--202.1 FTE	
2	positions	22,871,900
3	Average population	1,090
4	Parnall correctional facility - Jackson--259.5 FTE	
5	positions	29,421,900
6	Average population	1,678
7	Pugsley correctional facility - Kingsley--210.9 FTE	
8	positions	24,539,700
9	Average population	1,342
10	Saginaw correctional facility - Freeland--275.9 FTE	
11	positions	32,623,300
12	Average population	1,480
13	Special alternative incarceration program (Camp	
14	Cassidy Lake)--119.0 FTE positions.....	14,593,700
15	Average population	400
16	St. Louis correctional facility - St. Louis--310.9 FTE	
17	positions	36,662,700
18	Average population	1,226
19	Thumb correctional facility - Lapeer--284.4 FTE	
20	positions	33,215,400
21	Average population	1,219
22	Womens Huron Valley correctional complex - Ypsilanti--	
23	502.9 FTE positions	59,686,800
24	Average population	1,872
25	Woodland correctional facility - Whitmore Lake--285.4	
26	FTE positions	33,110,200
27	Average population	328

1	Northern region administration and support--47.0 FTE	
2	positions	4,359,300
3	Southern region administration and support--141.0 FTE	
4	positions	17,768,200
5	Ionia and Jackson area utilities.....	<u>8,579,600</u>
6	GROSS APPROPRIATION.....	\$ 1,148,287,000
7	Appropriated from:	
8	Federal revenues:	
9	DOJ, state criminal alien assistance program.....	1,014,500
10	Special revenue funds:	
11	Local revenues.....	8,346,400
12	State restricted revenues and reimbursements.....	100,000
13	State general fund/general purpose.....	\$ 1,138,826,100
14	Sec. 109. INFORMATION TECHNOLOGY	
15	Information technology services and projects.....	<u>\$ 24,562,800</u>
16	GROSS APPROPRIATION.....	\$ 24,562,800
17	Appropriated from:	
18	Special revenue funds:	
19	State general fund/general purpose.....	\$ 24,562,800
20	Sec. 110. CAPITAL OUTLAY	
21	Capital outlay - security improvements.....	<u>\$ 6,000,000</u>
22	GROSS APPROPRIATION.....	\$ 6,000,000
23	Appropriated from:	
24	Special revenue funds:	
25	Special equipment fund.....	6,000,000
26	State general fund/general purpose.....	\$ 0
27	Sec. 111. ONE-TIME APPROPRIATIONS	

1	Education program - one-time enhancement costs	\$	1,045,300
2	Field operations - one-time mobilization costs		440,600
3	Neal, et al. settlement agreement		<u>25,000,000</u>
4	GROSS APPROPRIATION	\$	26,485,900
5	Appropriated from:		
6	State general fund/general purpose	\$	26,485,900
7	Sec. 112. BUDGETARY SAVINGS		
8	Transfer of mentally or physically disabled prisoners	\$	<u>(5,000,000)</u>
9	GROSS APPROPRIATION	\$	(5,000,000)
10	Appropriated from:		
11	State general fund/general purpose	\$	(5,000,000)

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FOR FISCAL YEAR 2014-2015

GENERAL SECTIONS

Sec. 201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state resources under part 1 for fiscal year 2014-2015 is \$2,021,068,000.00 and state spending from state resources to be paid to local units of government for fiscal year 2014-2015 is \$111,714,000.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF CORRECTIONS

Field operations - assumption of county

25	probation staff	\$	60,543,300
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1	Community corrections comprehensive plans	
2	and services	12,158,000
3	County jail reimbursement program.....	14,847,100
4	Community re-entry centers.....	1,500,000
5	Residential services.....	15,475,500
6	Felony drunk driver jail reduction and	
7	community treatment program	1,440,100
8	Leased beds and alternatives to leased beds	1,250,000
9	Public safety initiative.....	<u>4,500,000</u>
10	TOTAL.....	\$ 111,714,000

11 Sec. 202. The appropriations authorized under this part and
 12 part 1 are subject to the management and budget act, 1984 PA 431,
 13 MCL 18.1101 to 18.1594.

14 Sec. 203. As used in this part and part 1:

15 (a) "Administrative segregation" means confinement for
 16 maintenance of order or discipline to a cell or room apart from
 17 accommodations provided for inmates who are participating in
 18 programs of the facility.

19 (b) "Cost per prisoner" means the sum total of the funds
 20 appropriated under part 1 for the following, divided by the
 21 projected prisoner population in fiscal year 2014-2015:

- 22 (i) Northern and southern region correctional facilities.
- 23 (ii) Northern and southern region administration and support.
- 24 (iii) Northern and southern region clinical complexes.
- 25 (iv) Prisoner health care services.
- 26 (v) Health care administration.
- 27 (vi) Vaccination program.

- 1 (vii) Prison food service and federal school lunch program.
2 (viii) Transportation.
3 (ix) Inmate legal services.
4 (x) Correctional facilities administration.
5 (xi) Central records.
6 (xii) DOJ psychiatric plan.
7 (xiii) Worker's compensation.
8 (xiv) New custody staff training.
9 (xv) Prison store operations.
10 (xvi) Education services and federal education grants.
11 (xvii) Education program.
12 (c) "DAG" means the United States department of agriculture.
13 (d) "DAG-FNS" means the DAG food and nutrition service.
14 (e) "DED" means the United States department of education.
15 (f) "DED-OESE" means the DED office of elementary and
16 secondary education.
17 (g) "DED-OSERS" means the DED office of special education and
18 rehabilitative services.
19 (h) "DED-OVAE" means the DED office of vocational and adult
20 education.
21 (i) "Department" or "MDOC" means the Michigan department of
22 corrections.
23 (j) "DOJ" means the United States department of justice.
24 (k) "DOJ-BOP" means the DOJ bureau of prisons.
25 (l) "DOJ-OJP" means the DOJ office of justice programs.
26 (m) "Evidence-based practices" or "EBP" means a decision-
27 making process that integrates the best available research,

1 clinician expertise, and client characteristics.

2 (n) "FTE" means full-time equated.

3 (o) "GED" means general educational development certificate.

4 (p) "Goal" means the intended or projected result of a
5 comprehensive corrections plan or community corrections program to
6 reduce repeat offending, criminogenic and high-risk behaviors,
7 prison commitment rates, to reduce the length of stay in a jail, or
8 to improve the utilization of a jail.

9 (q) "GPS" means global positioning system.

10 (r) "HIV" means human immunodeficiency virus.

11 (s) "IDG" means interdepartmental grant.

12 (t) "IDT" means intradepartmental transfer.

13 (u) "Jail" means a facility operated by a local unit of
14 government for the physical detention and correction of persons
15 charged with or convicted of criminal offenses.

16 (v) "MDCH" means the Michigan department of community health.

17 (w) "Medicaid benefit" means a benefit paid or payable under a
18 program for medical assistance under the social welfare act, 1939
19 PA 280, MCL 400.1 to 400.119b.

20 (x) "MDSP" means the Michigan department of state police.

21 (y) "Objective risk and needs assessment" means an evaluation
22 of an offender's criminal history; the offender's noncriminal
23 history; and any other factors relevant to the risk the offender
24 would present to the public safety, including, but not limited to,
25 having demonstrated a pattern of violent behavior, and a criminal
26 record that indicates a pattern of violent offenses.

27 (z) "OCC" means the office of community corrections.

1 (aa) "Offender eligibility criteria" means particular criminal
2 violations, state felony sentencing guidelines descriptors, and
3 offender characteristics developed by advisory boards and approved
4 by local units of government that identify the offenders suitable
5 for community corrections programs funded through the office of
6 community corrections.

7 (bb) "Offender success" means that an offender has, with the
8 support of the community, intervention of the field agent, and
9 benefit of any participation in programs and treatment, made an
10 adjustment while at liberty in the community such that he or she
11 has not been sentenced to or returned to prison for the conviction
12 of a new crime or the revocation of probation or parole.

13 (cc) "Offender target population" means felons or
14 misdemeanants who would likely be sentenced to imprisonment in a
15 state correctional facility or jail, who would not likely increase
16 the risk to the public safety based on an objective risk and needs
17 assessment that indicates that the offender can be safely treated
18 and supervised in the community.

19 (dd) "Offender who would likely be sentenced to imprisonment"
20 means either of the following:

21 (i) A felon or misdemeanant who receives a sentencing
22 disposition that appears to be in place of incarceration in a state
23 correctional facility or jail, according to historical local
24 sentencing patterns.

25 (ii) A currently incarcerated felon or misdemeanant who is
26 granted early release from incarceration to a community corrections
27 program or who is granted early release from incarceration as a

1 result of a community corrections program.

2 (ee) "Programmatic success" means that the department program
3 or initiative has ensured that the offender has accomplished all of
4 the following:

5 (i) Obtained employment, has enrolled or participated in a
6 program of education or job training, or has investigated all bona
7 fide employment opportunities.

8 (ii) Obtained housing.

9 (iii) Obtained a state identification card.

10 (ff) "Recidivism" means the return of an individual to prison
11 within 3 years after he or she is released either with a new
12 sentence to prison or as a technical violator of parole conditions.

13 (gg) "RSAT" means residential substance abuse treatment.

14 (hh) "Serious emotional disturbance" means that term as
15 defined in section 100d(2) of the mental health code, 1974 PA 328,
16 MCL 330.1100d.

17 (ii) "Serious mental illness" means that term as defined in
18 section 100d(3) of the mental health code, 1974 PA 328, MCL
19 330.1100d.

20 (jj) "SSA" means the United States social security
21 administration.

22 (kk) "SSA-SSI" means SSA supplemental security income.

23 Sec. 206. The department shall not take disciplinary action
24 against an employee for communicating with a member of the
25 legislature or his or her staff.

26 Sec. 207. State employees shall be given the opportunity to
27 competitively bid on services that are or were provided by state

1 employees. If the contract is awarded to any state employee, he or
2 she ceases being an employee of the state.

3 Sec. 208. The department shall use the Internet to fulfill the
4 reporting requirements of this part. This requirement may include
5 transmission of reports via electronic mail to the recipients
6 identified for each reporting requirement or it may include
7 placement of reports on an Internet or Intranet site.

8 Sec. 209. Funds appropriated in part 1 shall not be used for
9 the purchase of foreign goods or services, or both, if
10 competitively priced and of comparable quality American goods or
11 services, or both, are available. Preference shall be given to
12 goods or services, or both, manufactured or provided by Michigan
13 businesses, if they are competitively priced and of comparable
14 quality. In addition, preference should be given to goods or
15 services, or both, that are manufactured or provided by Michigan
16 businesses owned and operated by veterans, if they are
17 competitively priced and of comparable quality.

18 Sec. 211. The department may charge fees and collect revenues
19 in excess of appropriations in part 1 not to exceed the cost of
20 offender services and programming, employee meals, parolee loans,
21 academic/vocational services, custody escorts, compassionate
22 visits, union steward activities, and public works programs and
23 services provided to local units of government. The revenues and
24 fees collected are appropriated for all expenses associated with
25 these services and activities.

26 Sec. 212. On a quarterly basis, the department shall report on
27 the number of full-time equated positions in pay status by civil

1 service classification to the senate and house appropriations
2 subcommittees on corrections, the legislative corrections
3 ombudsman, and the senate and house fiscal agencies. This report
4 shall include a detailed accounting of the long-term vacancies that
5 exist within each department. As used in this subsection, "long-
6 term vacancy" means any full-time equated position that has not
7 been filled at any time during the past 24 calendar months.

8 Sec. 214. The department shall receive and retain copies of
9 all reports funded from appropriations in part 1. Federal and state
10 guidelines for short-term and long-term retention of records shall
11 be followed. The department may electronically retain copies of
12 reports unless otherwise required by federal and state guidelines.

13 Sec. 216. The department shall prepare a report on out-of-
14 state travel expenses not later than January 1 of each year. The
15 travel report shall be a listing of all travel by classified and
16 unclassified employees outside this state in the immediately
17 preceding fiscal year that was funded in whole or in part with
18 funds appropriated in the department's budget. The report shall be
19 submitted to the house and senate standing committees on
20 appropriations, the legislative corrections ombudsman, the house
21 and senate fiscal agencies, and the state budget director. The
22 report shall include the following information:

23 (a) The dates of each travel occurrence.

24 (b) The total transportation and related costs of each travel
25 occurrence, including the proportion funded with state general
26 fund/general purpose revenues, the proportion funded with state
27 restricted revenues, the proportion funded with federal revenues,

1 and the proportion funded with other revenues.

2 Sec. 219. (1) Any contract for prisoner telephone services
3 entered into after the effective date of this section shall include
4 a condition that fee schedules for prisoner telephone calls,
5 including rates and any surcharges other than those necessary to
6 meet special equipment costs, be the same as fee schedules for
7 calls placed from outside of correctional facilities.

8 (2) Revenues appropriated and collected for special equipment
9 funds shall be considered state restricted revenue. Of this
10 revenue, \$2,000,000.00 shall be used for programming that is a
11 condition of parole, such as violence prevention programming,
12 sexual offender programming, and thinking for a change, with
13 particular emphasis on individuals who are past their earliest
14 release dates. Any remaining balance shall be used for special
15 equipment and security projects. Unexpended funds remaining at the
16 close of the fiscal year shall not lapse to the general fund but
17 shall be carried forward and be available for appropriation in
18 subsequent fiscal years.

19 (3) The department shall submit a report to the house and
20 senate appropriations subcommittees on corrections, the house and
21 senate fiscal agencies, the legislative corrections ombudsman, and
22 the state budget director by February 1 outlining revenues and
23 expenditures from special equipment funds. The report shall include
24 all of the following:

25 (a) A list of all individual projects and purchases financed
26 with special equipment funds in the immediately preceding fiscal
27 year, the amounts expended on each project or purchase, and the

1 name of each vendor the products or services were purchased from.

2 (b) A list of planned projects and purchases to be financed
3 with special equipment funds during the current fiscal year, the
4 amounts to be expended on each project or purchase, and the name of
5 each vendor for which the products or services were purchased.

6 (c) A review of projects and purchases planned for future
7 fiscal years from special equipment funds.

8 Sec. 220. Not later than November 30, the state budget office
9 shall prepare and transmit a report that provides for estimates of
10 the total general fund/general purpose appropriation lapses at the
11 close of the fiscal year. This report shall summarize the projected
12 year-end general fund/general purpose appropriation lapses by major
13 departmental program or program areas. The report shall be
14 transmitted to the chairpersons of the senate and house of
15 representatives standing committees on appropriations and the
16 senate and house fiscal agencies.

17 Sec. 221. The department shall cooperate with the department
18 of technology, management, and budget to maintain a searchable
19 website accessible by the public at no cost that includes, but is
20 not limited to, all of the following for the department:

21 (a) Fiscal year-to-date expenditures by category.

22 (b) Fiscal year-to-date expenditures by appropriation unit.

23 (c) Fiscal year-to-date payments to a selected vendor,
24 including the vendor name, payment date, payment amount, and
25 payment description.

26 (d) The number of active department employees by job
27 classification.

1 (e) Job specifications and wage rates.

2 Sec. 223. (1) In addition to the funds appropriated in part 1,
3 there is appropriated an amount not to exceed \$10,000,000.00 for
4 federal contingency funds. These funds are not available for
5 expenditure until they have been transferred to another line item
6 in part 1 under section 393(2) of the management and budget act,
7 1984 PA 431, MCL 18.1393.

8 (2) In addition to the funds appropriated in part 1, there is
9 appropriated an amount not to exceed \$5,000,000.00 for state
10 restricted contingency funds. These funds are not available for
11 expenditure until they have been transferred to another line item
12 in part 1 under section 393(2) of the management and budget act,
13 1984 PA 431, MCL 18.1393.

14 (3) In addition to the funds appropriated in part 1, there is
15 appropriated an amount not to exceed \$2,000,000.00 for local
16 contingency funds. These funds are not available for expenditure
17 until they have been transferred to another line item in part 1
18 under section 393(2) of the management and budget act, 1984 PA 431,
19 MCL 18.1393.

20 (4) In addition to the funds appropriated in part 1, there is
21 appropriated an amount not to exceed \$2,000,000.00 for private
22 contingency funds. These funds are not available for expenditure
23 until they have been transferred to another line item in part 1
24 under section 393(2) of the management and budget act, 1984 PA 431,
25 MCL 18.1393.

26 Sec. 229. Within 14 days after the release of the executive
27 budget recommendation, the department shall cooperate with the

1 state budget office to provide the chairpersons of the senate and
2 house appropriations committees, the chairpersons of the senate and
3 house appropriations subcommittees on corrections, and the senate
4 and house fiscal agencies with an annual report on estimated state
5 restricted fund balances, state restricted fund projected revenues,
6 and state restricted fund expenditures for the fiscal years ending
7 September 30, 2014 and September 30, 2015.

8 Sec. 230. Funds appropriated in part 1 shall not be used by
9 the department to hire a person to provide legal services that are
10 the responsibility of the attorney general. This prohibition does
11 not apply to legal services for bonding activities and for those
12 outside services that the attorney general authorizes.

13 Sec. 231. The department shall maintain, on a publicly
14 accessible website, a department scorecard that identifies, tracks,
15 and regularly updates key metrics that are used to monitor and
16 improve the department's performance.

17 Sec. 238. The department shall make additional efforts to
18 sell, rent, or otherwise repurpose closed correctional facilities.

19 Sec. 239. The department shall establish and maintain a
20 management-to-staff ratio of not more than 1 supervisor for each 7
21 employees at the department's central office in Lansing and at both
22 the northern and southern region administration offices.

23 Sec. 246. Total authorized appropriations from all sources
24 under part 1 for legacy costs for the fiscal year ending September
25 30, 2015 are \$351,595,400.00. From this amount, total department
26 appropriations for pension-related legacy costs are estimated at
27 \$196,513,200.00. Total department appropriations for retiree health

House Bill No. 5313 (H-1) as amended May 6, 2014

1 care legacy costs are estimated at \$155,082,200.00.

[Sec. 247. (1) For each new program or program increase for which funds are appropriated in part 1, the department shall report the following to the house and senate appropriations committees, the house and senate fiscal agencies, the legislative corrections ombudsman, and the state budget director:

(a) By November 1, 2014, a list of specific benchmarks intended to measure the performance or return on taxpayer investment of the program and its associated expenditures.

(b) By March 1, 2015, an update on the progress of the program and the status of expenditures for the program as measured by those benchmarks.

(2) It is the intent of the legislature that, beginning with the budget for the fiscal year ending September 30, 2016, any proposal for a new program or spending increase on existing programs initiated by the executive branch or the legislature shall include, as part of the original proposal or budget request, a specific list of benchmarks intended to measure the performance or return on taxpayer investment of the program or spending increase.]

2 **EXECUTIVE**

3 Sec. 301. For 3 years after a felony offender is released from
4 the department's jurisdiction, the department shall maintain the
5 offender's file on the offender tracking information system and
6 make it publicly accessible in the same manner as the file of the
7 current offender. However, the department shall immediately remove
8 the offender's file from the offender tracking information system
9 upon determination that the offender was wrongfully convicted and
10 the offender's file is not otherwise required to be maintained on
11 the offender tracking information system.

12 Sec. 304. The director of the department shall maintain a
13 staff savings initiative program to invite employees to submit
14 suggestions for saving costs for the department.

15 Sec. 305. By March 1, the department shall report to the
16 senate and house appropriations subcommittees on corrections, the
17 legislative corrections ombudsman, the senate and house fiscal
18 agencies, and the state budget director on the number of prisoners
19 who committed suicide during the previous calendar year. To the
20 extent permitted by law, the report shall include all of the
21 following information:

- 22 (a) The prisoner's age, offense, sentence, and admission date.
- 23 (b) Each prisoner's facility and unit.
- 24 (c) A description of the circumstances of the suicide.
- 25 (d) The date of the suicide.
- 26 (e) Whether the suicide occurred in a housing unit, a

1 segregation unit, a mental health unit, or elsewhere on the grounds
2 of the facility.

3 (f) Whether the prisoner had been denied parole and the date
4 of any denial.

5 (g) Details on the department's responses to each suicide,
6 including immediate on-site responses and subsequent internal
7 investigations.

8 (h) A description of any monitoring and psychiatric
9 interventions that had been undertaken prior to the prisoner's
10 suicide, including any changes in placement or mental health care.

11 (i) Whether the prisoner had previously attempted suicide.

12 **PRISONER RE-ENTRY AND COMMUNITY SUPPORT**

13 Sec. 401. The department shall submit 3-year and 5-year prison
14 population projection updates concurrent with submission of the
15 executive budget to the senate and house appropriations
16 subcommittees on corrections, the legislative corrections
17 ombudsman, the senate and house fiscal agencies, and the state
18 budget director. The report shall include explanations of the
19 methodology and assumptions used in developing the projection
20 updates.

21 Sec. 402. (1) It is the intent of the legislature that the
22 funds appropriated in part 1 for prisoner re-entry programs be
23 expended for the purpose of reducing victimization by reducing
24 repeat offending through the following prisoner re-entry
25 programming:

26 (a) The provision of employment or employment services and job

1 training.

2 (b) The provision of housing assistance.

3 (c) Referral to mental health services.

4 (d) Referral to substance abuse services.

5 (e) Referral to public health services.

6 (f) Referral to education.

7 (g) Referral to any other services necessary for successful
8 reintegration.

9 (2) By March 1, the department shall provide a report on
10 prisoner re-entry expenditures and allocations to the members of
11 the senate and house appropriations subcommittees on corrections,
12 the legislative corrections ombudsman, the senate and house fiscal
13 agencies, and the state budget director. At a minimum, the report
14 shall include information on both of the following:

15 (a) Details on prior-year expenditures, including amounts
16 spent on each project funded, itemized by service provided and
17 service provider.

18 (b) Allocations and planned expenditures for each project
19 funded and for each project to be funded, itemized by service to be
20 provided and service provider. The department shall provide an
21 amended report quarterly, if any revisions to allocations or
22 planned expenditures occurred during that quarter.

23 Sec. 405. (1) In expending residential substance abuse
24 treatment services funds appropriated in part 1, the department
25 shall ensure to the maximum extent possible that residential
26 substance abuse treatment services are available statewide.

27 (2) By March 1, the department shall report to the senate and

1 house appropriations subcommittees on corrections, the legislative
2 corrections ombudsman, the senate and house fiscal agencies, and
3 the state budget director on the allocation, distribution, and
4 expenditure of all funds appropriated by the substance abuse
5 testing and treatment line item during fiscal year 2013-2014 and
6 projected for fiscal year 2014-2015. The report shall include, but
7 not be limited to, an explanation of an anticipated year-end
8 balance, the number of participants in substance abuse programs,
9 and the number of offenders on waiting lists for residential
10 substance abuse programs. Information required under this
11 subsection shall, where possible, be separated by MDOC
12 administrative region and by offender type, including, but not
13 limited to, a distinction between prisoners, parolees, and
14 probationers.

15 (3) By March 1, the department shall report to the senate and
16 house appropriations subcommittees on corrections, the legislative
17 corrections ombudsman, the senate and house fiscal agencies, and
18 the state budget director on substance abuse testing and treatment
19 program objectives, outcome measures, and results, including
20 program impact on offender success and programmatic success as
21 those terms are defined in section 203.

22 Sec. 407. (1) By June 30, the department shall place the
23 statistical report from the immediately preceding calendar year on
24 an Internet site. The statistical report shall include, but not be
25 limited to, the information as provided in the 2004 statistical
26 report.

27 (2) It is the intent of the legislature that starting with

1 calendar year 2010, the statistical report be placed on an Internet
2 site within 6 months after the end of each calendar year.

3 Sec. 408. The department shall measure the recidivism rates of
4 offenders.

5 Sec. 410. (1) The funds included in part 1 for community
6 corrections comprehensive plans and services are to encourage the
7 development through technical assistance grants, implementation,
8 and operation of community corrections programs that enhance
9 offender success and that also may serve as an alternative to
10 incarceration in a state facility or jail. The comprehensive
11 corrections plans shall include an explanation of how the public
12 safety will be maintained, the goals for the local jurisdiction,
13 offender target populations intended to be affected, offender
14 eligibility criteria for purposes outlined in the plan, and how the
15 plans will meet the following objectives, consistent with section
16 8(4) of the community corrections act, 1988 PA 511, MCL 791.408:

17 (a) Reduce admissions to prison of offenders who would likely
18 be sentenced to imprisonment, including probation violators.

19 (b) Improve the appropriate utilization of jail facilities,
20 the first priority of which is to open jail beds intended to house
21 otherwise prison-bound felons, and the second priority being to
22 appropriately utilize jail beds so that jail crowding does not
23 occur.

24 (c) Open jail beds through the increase of pretrial release
25 options.

26 (d) Reduce the readmission to prison of parole violators.

27 (e) Reduce the admission or readmission to prison of

1 offenders, including probation violators and parole violators, for
2 substance abuse violations.

3 (f) Contribute to offender success, as that term is defined in
4 section 203.

5 (2) The award of community corrections comprehensive plans and
6 residential services funds shall be based on criteria that include,
7 but are not limited to, the prison commitment rate by category of
8 offenders, trends in prison commitment rates and jail utilization,
9 historical trends in community corrections program capacity and
10 program utilization, and the projected impact and outcome of annual
11 policies and procedures of programs on offender success, prison
12 commitment rates, and jail utilization.

13 (3) Funds awarded for residential services in part 1 shall
14 provide for a per diem reimbursement of not more than \$47.50 for
15 nonaccredited facilities, or of not more than \$48.50 for facilities
16 that have been accredited by the American corrections association
17 or a similar organization as approved by the department.

18 Sec. 413. (1) The department shall identify and coordinate
19 information regarding the availability of and the demand for
20 community corrections programs, jail-based community corrections
21 programs, jail-based probation violation sanctions, and all state-
22 required jail data.

23 (2) The department is responsible for the collection,
24 analysis, and reporting of all state-required jail data.

25 (3) As a prerequisite to participation in the programs and
26 services offered through the department, counties shall provide
27 necessary jail data to the department.

1 Sec. 414. (1) The department shall administer a county jail
2 reimbursement program from the funds appropriated in part 1 for the
3 purpose of reimbursing counties for housing in jails certain felons
4 who otherwise would have been sentenced to prison.

5 (2) The county jail reimbursement program shall reimburse
6 counties for convicted felons in the custody of the sheriff if the
7 conviction was for a crime committed on or after January 1, 1999
8 and 1 of the following applies:

9 (a) The felon's sentencing guidelines recommended range upper
10 limit is more than 18 months, the felon's sentencing guidelines
11 recommended range lower limit is 12 months or less, the felon's
12 prior record variable score is 35 or more points, and the felon's
13 sentence is not for commission of a crime in crime class G or crime
14 class H or a nonperson crime in crime class F under chapter XVII of
15 the code of criminal procedure, 1927 PA 175, MCL 777.1 to 777.69.

16 (b) The felon's minimum sentencing guidelines range minimum is
17 more than 12 months under the sentencing guidelines described in
18 subdivision (a).

19 (c) The felon was sentenced to jail for a felony committed
20 while he or she was on parole and under the jurisdiction of the
21 parole board and for which the sentencing guidelines recommended
22 range for the minimum sentence has an upper limit of more than 18
23 months.

24 (3) State reimbursement under this subsection shall be \$60.00
25 per diem per diverted offender for offenders with a presumptive
26 prison guideline score, \$50.00 per diem per diverted offender for
27 offenders with a straddle cell guideline for a group 1 crime, and

1 \$35.00 per diem per diverted offender for offenders with a straddle
2 cell guideline for a group 2 crime. Reimbursements shall be paid
3 for sentences up to a 1-year total.

4 (4) As used in this subsection:

5 (a) "Group 1 crime" means a crime in 1 or more of the
6 following offense categories: arson, assault, assaultive other,
7 burglary, criminal sexual conduct, homicide or resulting in death,
8 other sex offenses, robbery, and weapon possession as determined by
9 the department of corrections based on specific crimes for which
10 counties received reimbursement under the county jail reimbursement
11 program in fiscal year 2007 and fiscal year 2008, and listed in the
12 county jail reimbursement program document titled "FY 2007 and FY
13 2008 Group One Crimes Reimbursed", dated March 31, 2009.

14 (b) "Group 2 crime" means a crime that is not a group 1 crime,
15 including larceny, fraud, forgery, embezzlement, motor vehicle,
16 malicious destruction of property, controlled substance offense,
17 felony drunk driving, and other nonassaultive offenses.

18 (c) "In the custody of the sheriff" means that the convicted
19 felon has been sentenced to the county jail and is either housed in
20 the county jail or has been released from jail and is being
21 monitored through the use of the sheriff's electronic monitoring
22 system.

23 (5) County jail reimbursement program expenditures shall not
24 exceed the amount appropriated in part 1 for the county jail
25 reimbursement program. Payments to counties under the county jail
26 reimbursement program shall be made in the order in which properly
27 documented requests for reimbursements are received. A request

1 shall be considered to be properly documented if it meets MDOC
2 requirements for documentation. By October 15, the department shall
3 distribute the documentation requirements to all counties.

4 Sec. 416. Allowable uses of the felony drunk driver jail
5 reduction and community treatment program shall include reimbursing
6 counties for transportation, treatment costs, and housing felony
7 drunk drivers during a period of assessment for treatment and case
8 planning. Reimbursements for housing during the assessment process
9 shall be at the rate of \$43.50 per day per offender, up to a
10 maximum of 5 days per offender.

11 Sec. 417. (1) By March 1, the department shall report to the
12 members of the senate and house appropriations subcommittees on
13 corrections, the legislative corrections ombudsman, the senate and
14 house fiscal agencies, and the state budget director on each of the
15 following programs from the previous fiscal year:

16 (a) The county jail reimbursement program.

17 (b) The felony drunk driver jail reduction and community
18 treatment program.

19 (c) Any new initiatives to control prison population growth
20 funded or proposed to be funded under part 1.

21 (2) For each program listed under subsection (1), the report
22 shall include information on each of the following:

23 (a) Program objectives and outcome measures, including, but
24 not limited to, the number of offenders who successfully completed
25 the program, and the number of offenders who successfully remained
26 in the community during the 3 years following termination from the
27 program.

1 (b) Expenditures by location.

2 (c) The impact on jail utilization.

3 (d) The impact on prison admissions.

4 (e) Other information relevant to an evaluation of the
5 program.

6 Sec. 418. (1) The department shall collaborate with the state
7 court administrative office on facilitating changes to Michigan
8 court rules that would require the court to collect at the time of
9 sentencing the state operator's license, state identification card,
10 or other documentation used to establish the identity of the
11 individual to be admitted to the department. The department shall
12 maintain those documents in the prisoner's personal file.

13 (2) The department shall cooperate with MDCH to create and
14 maintain a process by which prisoners can obtain their Michigan
15 birth certificates if necessary. The department shall describe a
16 process for obtaining birth certificates from other states, and in
17 situations where the prisoner's effort fails, the department shall
18 assist in obtaining the birth certificate.

19 (3) The department shall collaborate with the department of
20 military and veterans affairs to create and maintain a process by
21 which prisoners can obtain a copy of their DD Form 214 or other
22 military discharge documentation if necessary.

23 Sec. 419. (1) The department shall provide weekly electronic
24 mail reports to the senate and house appropriations subcommittees
25 on corrections, the legislative corrections ombudsman, the senate
26 and house fiscal agencies, and the state budget director on
27 prisoner, parolee, and probationer populations by facility, and

1 prison capacities.

2 (2) The department shall provide monthly electronic mail
3 reports to the senate and house appropriations subcommittees on
4 corrections, the legislative corrections ombudsman, the senate and
5 house fiscal agencies, and the state budget director. The reports
6 shall include information on end-of-month prisoner populations in
7 county jails, the net operating capacity according to the most
8 recent certification report, identified by date, and end-of-month
9 data, year-to-date data, and comparisons to the prior year for the
10 following:

11 (a) Community residential program populations, separated by
12 centers and electronic monitoring.

13 (b) Parole populations.

14 (c) Probation populations, with identification of the number
15 in special alternative incarceration.

16 (d) Prison and camp populations, with separate identification
17 of the number in special alternative incarceration and the number
18 of lifers.

19 (e) Parole board activity, including the numbers and
20 percentages of parole grants and parole denials.

21 (f) Prisoner exits, identifying transfers to community
22 placement, paroles from prisons and camps, paroles from community
23 placement, total movements to parole, prison intake, prisoner
24 deaths, prisoners discharging on the maximum sentence, and other
25 prisoner exits.

26 (g) Prison intake and returns, including probation violators,
27 new court commitments, violators with new sentences, escaper new

1 sentences, total prison intake, returns from court with additional
2 sentences, community placement returns, technical parole violator
3 returns, and total returns to prison and camp.

4 Sec. 420. By March 1, the department shall report to the
5 senate and house appropriations subcommittees on corrections, the
6 senate and house judiciary committees, the legislative corrections
7 ombudsman, the senate and house fiscal agencies, and the state
8 budget director on performance data and efforts to improve
9 efficiencies relative to departmental staffing, health care
10 services, food service, prisoner transportation, mental health care
11 services, and pharmaceutical costs.

12 Sec. 421. From the funds appropriated in part 1 for jail
13 mental health transition pilot program, \$1,000,000.00 is intended
14 to address the recommendations of the mental health diversion
15 council.

16 Sec. 431. Upon offender request, the department shall ensure
17 that prior to release from prison, each offender has possession of
18 a set of clothing that would be appropriate and suitable for
19 wearing to an interview for employment.

20 Sec. 434. The department shall explore opportunities to
21 collaborate with Michigan colleges and universities on establishing
22 programs that will employ parolees in agricultural settings.

23 Sec. 435. (1) From the funds appropriated in part 1 for
24 prisoner re-entry legal services, the department shall contract
25 with the legal aid of western Michigan office in Kent County and
26 the legal aid and defender office in Oakland County to establish 2
27 pilot projects. The purpose of the pilot projects is to provide

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1 outreach, education, and legal representation to former offenders
 2 in areas such as employment, housing, income stability, and child
 3 custody and other domestic matters.

[(2) The legal aid and defender office in Oakland County shall
 provide prisoner re-entry legal services to former offenders in Wayne
 County.]

4 [(3)] The department, in collaboration with legal aid of western
 5 Michigan and the legal aid and defender office, shall submit a
 6 report by April 1 that documents the number of new cases accepted,
 7 the types of cases, and case outcomes for completed work. The
 8 report shall be submitted to the senate and house appropriations
 9 subcommittees on corrections, the senate and house fiscal agencies,
 10 the legislative corrections ombudsman, and the state budget
 11 director.

12 [(4)] Unexpended funds remaining at the close of the fiscal year
 13 shall not lapse to the general fund but shall be carried forward
 14 and be available for appropriation in subsequent fiscal years.

[Sec. 436. (1) The department shall establish a workgroup with
 representatives from the Genesee County sheriff's office, the city of
 Flint police department, and other relevant governmental agencies in
 Genesee County to develop and implement a long-term strategic plan to
 ease the county jail backlog and to gradually reduce the need for
 department intervention.]

(2) The department shall report to the senate and house
 appropriations subcommittees on corrections, the senate and house fiscal
 agencies, and the state budget director by September 30 strategic
 recommendations that result from the work of the workgroup.]

15 **BUDGET AND OPERATIONS ADMINISTRATION**

16 Sec. 501. From the funds appropriated in part 1 for
 17 prosecutorial and detainer expenses, the department shall reimburse
 18 counties for housing and custody of parole violators and offenders
 19 being returned by the department from community placement who are
 20 available for return to institutional status and for prisoners who
 21 volunteer for placement in a county jail.

22 Sec. 502. Funds included in part 1 for the sheriffs'
 23 coordinating and training office are appropriated for and may be
 24 expended to defray costs of continuing education, certification,
 25 recertification, decertification, and training of local corrections
 26 officers, the personnel and administrative costs of the sheriffs'

1 coordinating and training office, the local corrections officers
2 advisory board, and the sheriffs' coordinating and training council
3 under the local corrections officers training act, 2003 PA 125, MCL
4 791.531 to 791.546.

5 Sec. 505. The department shall provide for the training of all
6 custody staff in effective and safe ways of handling prisoners with
7 mental illness and referring prisoners to mental health treatment
8 programs. Mental health awareness training shall be incorporated
9 into the training of new custody staff.

10 Sec. 506. It is the intent of the legislature that the
11 department work cooperatively and share curriculum and outcome
12 goals with community colleges and colleges that are interested in
13 offering new employee training academies. The department shall
14 assist community colleges and colleges in gaining approval of the
15 corrections officer's training council, as required under 2012 PA
16 526. When possible, the community colleges and colleges the
17 department works with shall be geographically dispersed across the
18 state and whenever possible should be near department of
19 corrections facilities.

20 Sec. 507. The department, in collaboration with the department
21 of community health, shall establish an accounting structure within
22 the Michigan administrative information network that will allow
23 expenditures associated with the administration of the healthy
24 Michigan plan to be identified. By October 1, the department shall
25 provide the state budget office and the senate and house fiscal
26 agencies with the relevant accounting structure and associated
27 business objects script and report that group's administrative

1 costs.

2 **FIELD OPERATIONS ADMINISTRATION**

3 Sec. 601. (1) From the funds appropriated in part 1, the
4 department shall conduct a statewide caseload audit of field
5 agents. The audit shall address public protection issues and assess
6 the ability of the field agents to complete their professional
7 duties. The complete audit shall be submitted to the senate and
8 house appropriations subcommittees on corrections, the legislative
9 corrections ombudsman, the senate and house fiscal agencies, and
10 the state budget office by March 1.

11 (2) It is the intent of the legislature that the department
12 maintain a number of field agents sufficient to meet supervision
13 and workload standards.

14 Sec. 603. (1) All prisoners, probationers, and parolees
15 involved with the electronic tether program shall reimburse the
16 department for costs associated with their participation in the
17 program. The department may require community service work
18 reimbursement as a means of payment for those able-bodied
19 individuals unable to pay for the costs of the equipment.

20 (2) Program participant contributions and local community
21 tether program reimbursement for the electronic tether program
22 appropriated in part 1 are related to program expenditures and may
23 be used to offset expenditures for this purpose.

24 (3) Included in the appropriation in part 1 is adequate
25 funding to implement the community tether program to be
26 administered by the department. The community tether program is

1 intended to provide sentencing judges and county sheriffs in
2 coordination with local community corrections advisory boards
3 access to the state's electronic tether program to reduce prison
4 admissions and improve local jail utilization. The department shall
5 determine the appropriate distribution of the tether units
6 throughout the state based upon locally developed comprehensive
7 corrections plans under the community corrections act, 1988 PA 511,
8 MCL 791.401 to 791.414.

9 (4) For a fee determined by the department, the department
10 shall provide counties with the tether equipment, replacement
11 parts, administrative oversight of the equipment's operation,
12 notification of violators, and periodic reports regarding county
13 program participants. Counties are responsible for tether equipment
14 installation and service. For an additional fee as determined by
15 the department, the department shall provide staff to install and
16 service the equipment. Counties are responsible for the
17 coordination and apprehension of program violators.

18 (5) Any county with tether charges outstanding over 60 days
19 shall be considered in violation of the community tether program
20 agreement and lose access to the program.

21 Sec. 608. By March 1, the department shall report to the
22 senate and house appropriations subcommittees on corrections, the
23 legislative corrections ombudsman, the senate and house fiscal
24 agencies, and the state budget director on the use of electronic
25 monitoring. At a minimum, the report shall include all of the
26 following:

27 (a) Details on the failure rate of parolees for whom GPS

1 tether is utilized, including the number and rate of parolee
2 technical violations, including specifying failures due to
3 committing a new crime that is uncharged but leads to parole
4 termination, and the number and rate of parolee violators with new
5 sentences.

6 (b) Information on the factors considered in determining
7 whether an offender is placed on active GPS tether, passive GPS
8 tether, radio frequency tether, or some combination of these or
9 other types of electronic monitoring.

10 (c) Monthly data on the number of offenders on active GPS
11 tether, passive GPS tether, radio frequency tether, and any other
12 type of tether.

13 Sec. 611. The department shall prepare by March 1 individual
14 reports for the community re-entry program, the electronic tether
15 program, and the special alternative to incarceration program. The
16 reports shall be submitted to the house and senate appropriations
17 subcommittees on corrections, the legislative corrections
18 ombudsman, the house and senate fiscal agencies, and the state
19 budget director. Each program's report shall include information on
20 all of the following:

21 (a) Monthly new participants by type of offender. Community
22 re-entry program participants shall be categorized by reason for
23 placement. For technical rule violators, the report shall sort
24 offenders by length of time since release from prison, by the most
25 recent violation, and by the number of violations occurring since
26 release from prison.

27 (b) Monthly participant unsuccessful terminations, including

1 cause.

2 (c) Number of successful terminations.

3 (d) End month population by facility/program.

4 (e) Average length of placement.

5 (f) Return to prison statistics.

6 (g) Description of each program location or locations,
7 capacity, and staffing.

8 (h) Sentencing guideline scores and actual sentence statistics
9 for participants, if applicable.

10 (i) Comparison with prior year statistics.

11 (j) Analysis of the impact on prison admissions and jail
12 utilization and the cost effectiveness of the program.

13 Sec. 612. (1) The department shall review and revise as
14 necessary policy proposals that provide alternatives to prison for
15 offenders being sentenced to prison as a result of technical
16 probation violations and technical parole violations. To the extent
17 the department has insufficient policies or resources to affect the
18 continued increase in prison commitments among these offender
19 populations, the department shall explore other policy options to
20 allow for program alternatives, including department or OCC-funded
21 programs, local level programs, and programs available through
22 private agencies that may be used as prison alternatives for these
23 offenders.

24 (2) To the extent policies or programs described in subsection
25 (1) are used, developed, or contracted for, the department may
26 request that funds appropriated in part 1 be transferred under
27 section 393(2) of the management and budget act, 1984 PA 431, MCL

1 18.1393, for their operation.

2 (3) The department shall continue to utilize parole violator
3 processing guidelines that require parole agents to utilize all
4 available appropriate community-based, nonincarcerative postrelease
5 sanctions and services when appropriate. The department shall
6 periodically evaluate those guidelines for modification, in
7 response to emerging information from the demonstration projects
8 for substance abuse treatment provided under this part and
9 applicable provisions of prior budget acts for the department.

10 (4) The department shall provide annual reports to the senate
11 and house appropriations subcommittees on corrections, the
12 legislative corrections ombudsman, the senate and house fiscal
13 agencies, and the state budget director on the number of all
14 parolees returned to prison and probationers sentenced to prison
15 for either a technical violation or new sentence during the
16 preceding calendar quarter. The reports shall include the following
17 information each for probationers, parolees after their first
18 parole, and parolees who have been paroled more than once:

19 (a) The numbers of parole and probation violators returned to
20 or sent to prison for a new crime with a comparison of original
21 versus new offenses by major offense type: assaultive,
22 nonassaultive, drug, and sex.

23 (b) The numbers of parole and probation violators returned to
24 or sent to prison for a technical violation and the type of
25 violation, including, but not limited to, zero gun tolerance and
26 substance abuse violations. For parole technical rule violators,
27 the report shall list violations by type, by length of time since

1 release from prison, by the most recent violation, and by the
2 number of violations occurring since release from prison.

3 (c) The educational history of those offenders, including how
4 many had a GED or high school diploma prior to incarceration in
5 prison, how many received a GED while in prison, and how many
6 received a vocational certificate while in prison.

7 (d) The number of offenders who participated in the re-entry
8 program versus the number of those who did not.

9 (e) The unduplicated number of offenders who participated in
10 substance abuse treatment programs, mental health treatment
11 programs, or both, while in prison, itemized by diagnosis.

12 Sec. 615. After the parole board has reviewed the cases of all
13 inmates sentenced to imprisonment for life with the possibility of
14 parole who have good institutional records, the parole board shall
15 calculate each inmate's parole guidelines score. The parole board
16 shall provide the legislature with the specific reason or reasons
17 why any individual inmate who scores "high probability of release"
18 is not being paroled. The parole board shall submit a report
19 containing a list of these reasons for each inmate to the house and
20 senate appropriations subcommittees on corrections, the house and
21 senate fiscal agencies, the legislative corrections ombudsman, and
22 the state budget director by January 1.

23 HEALTH CARE

24 Sec. 802. As a condition of expenditure of the funds
25 appropriated in part 1, the department shall provide the senate and
26 house of representatives appropriations subcommittees on

1 corrections, the legislative corrections ombudsman, the senate and
2 house fiscal agencies, and the state budget director with all of
3 the following:

4 (a) Quarterly reports on physical and mental health care
5 detailing quarterly and fiscal year-to-date expenditures itemized
6 by vendor, allocations, status of payments from contractors to
7 vendors, and projected year-end expenditures from accounts for
8 prisoner health care, mental health care, pharmaceutical services,
9 and durable medical equipment.

10 (b) Regular updates on progress on requests for proposals and
11 requests for information pertaining to prisoner health care and
12 mental health care, until the applicable contract is approved.

13 Sec. 804. (1) The department shall report quarterly to the
14 senate and house appropriations subcommittees on corrections, the
15 legislative corrections ombudsman, the senate and house fiscal
16 agencies, and the state budget director on prisoner health care
17 utilization. The report shall include the number of inpatient
18 hospital days, outpatient visits, and emergency room visits in the
19 previous quarter and since October 1, 2009, by facility.

20 (2) By March 1, the department shall report to the senate and
21 house appropriations subcommittees on corrections, the legislative
22 corrections ombudsman, the senate and house fiscal agencies, and
23 the state budget director on prisoners receiving off-site inpatient
24 medical care that would have received care in a state correctional
25 facility if beds were available. The report shall include the
26 number of prisoners receiving off-site inpatient medical care and
27 average length of stay in an off-site facility during the period

1 they would have received care in a state correctional facility if
2 beds were available, by month and correctional facilities
3 administration region.

4 Sec. 806. From the funds appropriated in part 1, the
5 department shall require a hepatitis C antibody test and an HIV
6 test for each prisoner prior to release to the community by parole
7 or discharge on the maximum sentence. The requirement for a pre-
8 release test does not apply if the prisoner has previously tested
9 positive. The department shall require an HIV test and a hepatitis
10 C risk factor screening for each prisoner at the health screening
11 at admissions. If hepatitis C risk factors are identified, the
12 department shall offer the prisoner a hepatitis C antibody test. An
13 explanation of results of the tests shall be provided
14 confidentially to the prisoner, and if appropriate based on the
15 test results, the prisoner shall also be provided a recommendation
16 to seek follow-up medical attention.

17 Sec. 807. The department shall ensure that all medications for
18 a prisoner be transported with that prisoner when the prisoner is
19 transferred from 1 correctional facility to another. Prisoners
20 being released shall have access to at least a 30-day supply of
21 medication and a prescription for refills to allow for continuity
22 of care in the community.

23 Sec. 809. The department, in conjunction with efforts to
24 implement prisoner re-entry, shall cooperate with the MDCH to share
25 data and information as they relate to prisoners being released who
26 are HIV positive or positive for the hepatitis C antibody. By March
27 1, the department shall report to the senate and house

1 appropriations subcommittees on corrections, the senate and house
2 fiscal agencies, and the state budget director on all of the
3 following:

4 (a) Programs and the location of programs implemented as a
5 result of the work under this section.

6 (b) The number of prisoners released to the community by
7 parole, discharge on the maximum sentence, or transfer to community
8 residential placement who are HIV positive, positive for the
9 hepatitis C antibody, or both.

10 (c) The number of parolees and offenders discharged on the
11 maximum sentence who are HIV or hepatitis C positive by paroling
12 office as reported to the state department of community health for
13 referral to the local public health department.

14 Sec. 812. (1) The department shall provide the department of
15 human services with a monthly list of prisoners newly committed to
16 the department of corrections. The department and the department of
17 human services shall enter into an interagency agreement under
18 which the department of human services provides the department of
19 corrections with monthly lists of newly committed prisoners who are
20 eligible for Medicaid benefits in order to maintain the process by
21 which Medicaid benefits are suspended rather than terminated. The
22 department shall assist prisoners who may be eligible for Medicaid
23 benefits after release from prison with the Medicaid enrollment
24 process prior to release from prison.

25 (2) The department shall provide the senate and house
26 appropriations subcommittees on corrections, the legislative
27 corrections ombudsman, the senate and house fiscal agencies, and

1 the state budget director with quarterly updates on the utilization
2 of Medicaid benefits for prisoners.

3 Sec. 814. The department shall assure that psychotropic
4 medications are available, when deemed medically necessary by a
5 licensed medical service provider, to prisoners who have mental
6 illness diagnoses but are not enrolled in corrections mental health
7 services.

8 **CORRECTIONAL FACILITIES ADMINISTRATION**

9 Sec. 904. The department shall calculate the per prisoner/per
10 day cost for each prisoner security custody level. This calculation
11 shall include all actual direct and indirect costs for the previous
12 fiscal year, including, but not limited to, the value of services
13 provided to the department by other state agencies and the
14 allocation of statewide legacy costs. To calculate the per
15 prisoner/per day costs, the department shall divide these direct
16 and indirect costs by the average daily population for each custody
17 level. For multilevel facilities, the indirect costs that cannot be
18 accurately allocated to each custody level can be included in the
19 calculation on a per-prisoner basis for each facility. A report
20 summarizing these calculations and the direct and indirect costs
21 included in them shall be submitted to the senate and house
22 appropriations subcommittees on corrections, the legislative
23 corrections ombudsman, the senate and house fiscal agencies, and
24 the state budget director not later than December 15.

25 Sec. 906. Any local unit of government or private nonprofit
26 organization that contracts with the department for public works

1 services shall be responsible for financing the entire cost of that
2 agreement.

3 Sec. 907. The department shall report by March 1 to the senate
4 and house appropriations subcommittees on corrections, the
5 legislative corrections ombudsman, the senate and house fiscal
6 agencies, and the state budget director on academic and vocational
7 programs. The report shall provide information relevant to an
8 assessment of the department's academic and vocational programs,
9 including, but not limited to, all of the following:

10 (a) The number of instructors and the number of instructor
11 vacancies, by program and facility.

12 (b) The number of prisoners enrolled in each program, the
13 number of prisoners completing each program, the number of
14 prisoners who fail each program, the number of prisoners who do not
15 complete each program and the reason for not completing the
16 program, the number of prisoners transferred to another facility
17 while enrolled in a program and the reason for transfer, the number
18 of prisoners enrolled who are repeating the program by reason, and
19 the number of prisoners on waiting lists for each program, all
20 itemized by facility.

21 (c) The steps the department has undertaken to improve
22 programs, track records, accommodate transfers and prisoners with
23 health care needs, and reduce waiting lists.

24 (d) The number of prisoners paroled without a high school
25 diploma and the number of prisoners paroled without a GED.

26 (e) An explanation of the value and purpose of each program,
27 for example, to improve employability, reduce recidivism, reduce

1 prisoner idleness, or some combination of these and other factors.

2 (f) An identification of program outcomes for each academic
3 and vocational program.

4 (g) An explanation of the department's plans for academic and
5 vocational programs, including plans to contract with intermediate
6 school districts for GED and high school diploma programs.

7 (h) The number of prisoners not paroled at their earliest
8 release date due to lack of a GED, and the reason those prisoners
9 have not obtained a GED.

10 Sec. 910. The department shall allow the Michigan Braille
11 transcribing fund program to operate at its current location. The
12 donation of the building by the Michigan Braille transcribing fund
13 at the G. Robert Cotton correctional facility in Jackson is
14 acknowledged and appreciated. The department shall continue to
15 encourage the Michigan Braille transcribing fund program to produce
16 high-quality materials for use by the visually impaired.

17 Sec. 911. (1) By March 1, the department shall report to the
18 senate and house appropriations subcommittees on corrections, the
19 senate and house fiscal agencies, the legislative corrections
20 ombudsman, and the state budget director the number of critical
21 incidents occurring each month by type and the number and severity
22 of assaults occurring each month at each facility during the
23 immediately preceding calendar year. Critical incidents include
24 attempted escapes and successful escapes by prisoners.

25 (2) The report shall include all of the following information
26 relative to escapes and attempted escapes:

27 (a) The specific circumstances and factual details, including,

1 but not limited to, the security measures that were in place and
2 operating that were relevant to the escape or attempted escape.

3 (b) The result, including, but not limited to, the
4 effectiveness of the security measures that were in place and
5 operating at the time.

6 (c) Any corrective measures taken by the department in
7 response, including, but not limited to, disciplinary measures,
8 changes in official procedures, or procuring or replacing
9 equipment.

10 Sec. 912. The department shall report to the senate and house
11 appropriations subcommittees on corrections, the legislative
12 corrections ombudsman, the senate and house fiscal agencies, and
13 the state budget director by March 1 on the ratio of correctional
14 officers to prisoners for each correctional institution, the ratio
15 of shift command staff to line custody staff, and the ratio of
16 noncustody institutional staff to prisoners for each correctional
17 institution.

18 Sec. 913. (1) It is the intent of the legislature that any
19 prisoner required to complete a violence prevention program, sexual
20 offender program, or other program as a condition of parole shall
21 be transferred to a facility where that program is available in
22 order to accomplish timely completion of that program prior to the
23 expiration of his or her minimum sentence and eligibility for
24 parole. Nothing in this section should be deemed to make parole
25 denial appealable in court.

26 (2) The department shall submit a quarterly report to the
27 members of the senate and house appropriations subcommittees on

1 corrections, the senate and house fiscal agencies, the state budget
2 director, and the legislative corrections ombudsman detailing
3 enrollment in sex offender programming, assaultive offender
4 programming, violent offender programming, and thinking for change.
5 At a minimum, the report shall include the following:

6 (a) A full accounting of the number of individuals who are
7 required to complete the programming, but have not yet done so.

8 (b) The number of individuals who have reached their earliest
9 release date, but who have not completed required programming.

10 (c) A plan of action for addressing any waiting lists or
11 backlogs for programming that may exist.

12 Sec. 914. From the funds appropriated in part 1 for the
13 education program, \$1,000,000.00 shall be used for programming that
14 is a condition of parole, such as violence prevention programming,
15 sexual offender programming, and thinking for a change, with
16 particular emphasis on individuals who are past their earliest
17 release dates.

18 Sec. 915. The department shall explore opportunities to
19 collaborate with Michigan universities on establishing programs
20 that will allow graduate students to work in correctional
21 facilities to teach programming that is a condition of parole. The
22 intent of the legislature is that graduate students teaching in
23 correctional facilities will result in a cost savings for the
24 department and will reduce the number of individuals who are past
25 their earliest release dates due to the inability to obtain
26 programming.

27 Sec. 924. The department shall evaluate all prisoners at

1 intake for substance abuse disorders, developmental disorders,
2 serious mental illness, and other mental health disorders.
3 Prisoners with serious mental illness shall not be confined in
4 administrative segregation. Under the supervision of a mental
5 health professional, a prisoner with serious mental illness may be
6 secluded in a therapeutic environment for the safety of the
7 prisoner or others. A prisoner in therapeutic seclusion shall be
8 evaluated by a mental health professional at a frequency set forth
9 in the mental health code, 1974 PA 258, MCL 330.1001 to 330.2106,
10 or at least every 12 hours, whichever would require more frequent
11 evaluations, in order to remain in therapeutic seclusion.

12 Sec. 925. By March 1, the department shall report to the
13 senate and house appropriations subcommittees on corrections, the
14 senate and house fiscal agencies, the legislative corrections
15 ombudsman, and the state budget director on the annual number of
16 prisoners in administrative segregation between October 1, 2003 and
17 September 30, 2014, and the annual number of prisoners in
18 administrative segregation between October 1, 2003 and September
19 30, 2014 who at any time during the current or prior prison term
20 were diagnosed with serious mental illness or have a developmental
21 disorder and the number of days each of the prisoners with serious
22 mental illness or a developmental disorder have been confined to
23 administrative segregation.

24 Sec. 929. From the funds appropriated in part 1, the
25 department shall do all of the following:

26 (a) Ensure that any inmate care and control staff in contact
27 with prisoners less than 19 years of age are adequately trained

1 with regard to the developmental and mental health needs of
2 prisoners less than 19 years of age. By April 1, the department
3 shall report to the senate and house appropriations subcommittees
4 on corrections, the senate and house fiscal agencies, the
5 legislative corrections ombudsman, and the state budget director on
6 the training curriculum used and the number and types of staff
7 receiving training under that curriculum since October 2009.

8 (b) Provide appropriate placement for prisoners less than 19
9 years of age who have serious mental illness, serious emotional
10 disturbance, or a developmental disorder and need to be housed
11 separately from the general population. Prisoners less than 19
12 years of age who have serious mental illness, serious emotional
13 disturbance, or a developmental disorder shall not be placed in
14 administrative segregation. Under the supervision of a mental
15 health professional, a prisoner less than 19 years of age with
16 serious mental illness or serious emotional disturbance may be
17 secluded in a therapeutic environment for the safety of the
18 prisoner or others. A prisoner in therapeutic seclusion shall be
19 evaluated every 12 hours by a mental health professional in order
20 to remain in therapeutic seclusion.

21 (c) Implement a specialized re-entry program that recognizes
22 the needs of prisoners less than 19 years old for supervised re-
23 entry.

24 Sec. 937. The department shall not issue a request for
25 proposal (RFP) for a contract in excess of \$1,000,000.00, unless
26 the department has first considered issuing a request for
27 information (RFI) or a request for qualification (RFQ) relative to

1 that contract to better enable the department to learn more about
2 the market for the products or services that are the subject of the
3 future RFP. The department shall notify the department of
4 technology, management, and budget of the evaluation process used
5 to determine if an RFI or RFQ was not necessary prior to issuing
6 the RFP.

7 Sec. 938. (1) By November 1, the department shall release a
8 request for proposal for competitive bids for a non-state-run,
9 nonsecure, nursing home facility to house mentally or physically
10 disabled prisoners.

11 (2) The negative appropriation in part 1 will be achieved by
12 transferring mentally or physically disabled prisoners to a non-
13 state-run, nonsecure, nursing home facility.

14 Sec. 942. The department shall ensure that any contract with a
15 public or private party to operate a facility to house state
16 prisoners includes a provision to allow access by both the office
17 of the legislative auditor general and the office of the
18 legislative corrections ombudsman to the facility and to
19 appropriate records and documents related to the operation of the
20 facility. These access rights for both offices shall be the same
21 for the contracted facility as for a general state-operated
22 correctional facility.

23 Sec. 943. (1) The department shall provide the legislative
24 corrections ombudsman direct access to all information, records,
25 and documents in the possession of the department that the
26 legislative corrections ombudsman considers necessary to conduct an
27 investigation under section 5 of 1975 PA 46, MCL 4.355.

1 (2) The department shall provide the legislative corrections
2 ombudsman entry to inspect at any time the premises or any part of
3 the premises under the control of the department without notice
4 under 1975 PA 46, MCL 4.355.

5 (3) The department shall provide the legislative corrections
6 ombudsman direct access to employees of the department and to
7 employees who are under contract with the department.

8 (4) The department shall not implement any formal or informal
9 policy that would delay or otherwise affect the ability of the
10 legislative corrections ombudsman to conduct investigations, access
11 records, facilities, or employees, or otherwise carry out the
12 responsibilities of the legislative corrections ombudsman office
13 under section 5 of 1975 PA 46, MCL 4.355.

14 Sec. 944. By March 1, the department shall submit a report to
15 the senate and house appropriations subcommittees on corrections,
16 the senate and house fiscal agencies, the legislative corrections
17 ombudsman, and the state budget director on the department's
18 security classification and prisoner placement processes. The
19 report shall evaluate and summarize all of the following:

20 (a) The initial security classification process used to
21 determine a prisoner's appropriate custody level and placement upon
22 initial intake to the department, including, but not limited to,
23 all factors considered in making the initial placement
24 determination. The report shall evaluate the effectiveness of these
25 factors in predicting prisoner behavior and escape risk upon
26 initial confinement in the corrections system.

27 (b) The number of prisoners initially classified during the

1 preceding fiscal year, the number of prisoners classified and
2 placed in the true security level indicated on the evaluation
3 instrument compared to the number of prisoners both departed and
4 waived to security levels other than the prisoner's true security
5 level, along with a specific explanation of the most common reasons
6 for such variances.

7 (c) The security classification review process used to
8 determine a prisoner's appropriate custody level and placement
9 while confined within a correctional facility, including, but not
10 limited to, all factors considered in making prisoner placement
11 decisions. The report shall evaluate the effectiveness of these
12 factors in predicting prisoner behavior and escape risk while
13 housed in correctional facilities.

14 (d) The number of prisoner classifications reviewed during the
15 preceding fiscal year, the number of prisoners classified and
16 placed in the true security level indicated on the evaluation
17 instrument compared to the number of prisoners both departed and
18 waived to security levels other than the prisoner's true security
19 level, along with a specific explanation of the most common reasons
20 for such variances.

21 (e) The effectiveness of the security classification process,
22 as indicated through statistical analysis of each category, in
23 predicting and addressing prisoner escapes or attempts to escape
24 from correctional facilities, prisoner misconduct within
25 correctional facilities, and prisoner violence within correctional
26 facilities.

1 **MISCELLANEOUS**

2 Sec. 1009. The department shall make an information packet for
3 the families of incoming prisoners available on the department's
4 website. The information packet shall be updated by February 1 of
5 each year thereafter. The packet shall provide information on
6 topics including, but not limited to: how to put money into
7 prisoner accounts, how to make phone calls or create Jpay email
8 accounts, how to visit in person, proper procedures for filing
9 complaints or grievances, the rights of prisoners to physical and
10 mental health care, how to utilize the offender tracking
11 information system (OTIS), truth-in-sentencing and how it applies
12 to minimum sentences, the parole process, and guidance on the
13 importance of the role of families in the reentry process. The
14 department is encouraged to partner with external advocacy groups
15 and actual families of prisoners in the packet-writing process to
16 ensure that the information is useful and complete.

17 Sec. 1011. The department shall accept in-kind services and
18 equipment donations to facilitate the addition of a cable network
19 that provides programming that will address the religious needs of
20 incarcerated individuals. This network shall be a cable television
21 network that presently reaches the majority of households in the
22 United States. A bilingual channel affiliated with this network may
23 also be added to department programming to assist the religious
24 needs of Spanish-speaking inmates. The addition of these channels
25 shall be of no additional cost to this state.

26 **CAPITAL OUTLAY**

1	Total other state restricted revenues		7,972,600
2	State general fund/general purpose	\$	81,847,200
3	Sec. 102. STATE BOARD OF EDUCATION/OFFICE OF THE		
4	SUPERINTENDENT		
5	Full-time equated unclassified positions.....	6.0	
6	Full-time equated classified positions.....	11.0	
7	State board of education, per diem payments	\$	24,400
8	Unclassified positions--6.0 FTE positions		795,100
9	State board/superintendent operations--11.0 FTE		
10	positions		<u>2,110,000</u>
11	GROSS APPROPRIATION.....	\$	2,929,500
12	Appropriated from:		
13	Federal revenues:		
14	Federal revenues		222,400
15	Special revenue funds:		
16	Private foundations.....		28,100
17	Certification fees.....		861,100
18	State general fund/general purpose	\$	1,817,900
19	Sec. 103. CENTRAL SUPPORT		
20	Full-time equated classified positions.....	23.6	
21	Central support operations--23.6 FTE positions	\$	3,623,400
22	Worker's compensation.....		30,800
23	Building occupancy charges - property management		
24	services		3,053,700
25	Training and orientation workshops		150,000
26	Terminal leave payments.....		<u>554,700</u>
27	GROSS APPROPRIATION.....	\$	7,412,600

1	Appropriated from:	
2	Federal revenues:	
3	Federal revenues.....	1,641,400
4	Federal indirect funds.....	2,550,400
5	Special revenue funds:	
6	Certification fees.....	403,200
7	Teacher testing fees.....	3,800
8	Training and orientation workshop fees.....	150,000
9	State general fund/general purpose.....	\$ 2,663,800
10	Sec. 104. INFORMATION TECHNOLOGY SERVICES	
11	Information technology operations.....	\$ <u>4,192,200</u>
12	GROSS APPROPRIATION.....	\$ 4,192,200
13	Appropriated from:	
14	Federal revenues:	
15	Federal revenues.....	605,800
16	Federal indirect funds.....	1,789,800
17	Special revenue funds:	
18	Local cost sharing (schools for deaf/blind).....	76,500
19	Certification fees.....	390,400
20	State general fund/general purpose.....	\$ 1,329,700
21	Sec. 105. SPECIAL EDUCATION SERVICES	
22	Full-time equated classified positions.....	47.0
23	Special education operations--47.0 FTE positions.....	\$ <u>8,937,300</u>
24	GROSS APPROPRIATION.....	\$ 8,937,300
25	Appropriated from:	
26	Federal revenues:	
27	Federal revenues.....	8,457,300

1	Special revenue funds:		
2	Private foundations.....		110,100
3	Certification fees.....		44,100
4	State general fund/general purpose.....	\$	325,800
5	Sec. 106. MICHIGAN SCHOOLS FOR THE DEAF AND BLIND		
6	Full-time equated classified positions.....	77.0	
7	Michigan schools for the deaf and blind operations--		
8	76.0 FTE positions	\$	12,664,500
9	Camp Tuhsmeheeta--1.0 FTE position.....		295,100
10	Private gifts - blind.....		200,000
11	Private gifts - deaf.....		<u>50,000</u>
12	GROSS APPROPRIATION.....	\$	13,209,600
13	Appropriated from:		
14	Federal revenues:		
15	Federal revenues.....		6,900,400
16	Special revenue funds:		
17	Local cost sharing (schools for deaf/blind)		5,233,000
18	Local school district service fees.....		312,500
19	Gifts, bequests, and donations.....		545,100
20	Student insurance revenue.....		218,600
21	State general fund/general purpose.....	\$	0
22	Sec. 107. PROFESSIONAL PREPARATION SERVICES		
23	Full-time equated classified positions.....	34.0	
24	Professional preparation operations--34.0 FTE		
25	positions	\$	5,896,800
26	Teacher certification tests.....		3,600,000
27	Department of attorney general.....		<u>66,000</u>

1	GROSS APPROPRIATION.....	\$	9,562,800
2	Appropriated from:		
3	Federal revenues:		
4	Federal revenues.....		1,444,800
5	Special revenue funds:		
6	Certification fees.....		3,882,700
7	Teacher college review fees.....		55,300
8	Teacher testing fees.....		359,300
9	State general fund/general purpose.....	\$	3,820,700
10	Sec. 108. MICHIGAN OFFICE OF GREAT START		
11	Full-time equated classified positions.....		65.0
12	Office of great start operations--64.0 FTE positions .	\$	22,830,300
13	Child development and care external support		17,766,500
14	Head start collaboration office--1.0 FTE position		307,700
15	Child development care public assistance		<u>146,916,000</u>
16	GROSS APPROPRIATION.....	\$	187,820,500
17	Appropriated from:		
18	Federal revenues:		
19	Federal revenues.....		146,888,600
20	Special revenue funds:		
21	Private foundations.....		250,000
22	Certification fees.....		64,200
23	State general fund/general purpose.....	\$	40,617,700
24	Sec. 109. STATE AID AND SCHOOL FINANCE SERVICES		
25	Full-time equated classified positions.....		9.5
26	State aid and school finance operations--9.5 FTE		
27	positions	\$	<u>1,361,600</u>

1	GROSS APPROPRIATION.....	\$	1,361,600
2	Appropriated from:		
3	State general fund/general purpose.....	\$	1,361,600
4	Sec. 110. AUDIT SERVICES		
5	Full-time equated classified positions.....		4.5
6	Audit operations--4.5 FTE positions.....	\$	<u>602,200</u>
7	GROSS APPROPRIATION.....	\$	602,200
8	Appropriated from:		
9	Federal revenues:		
10	Federal indirect funds.....		478,700
11	Special revenue funds:		
12	Certification fees.....		61,200
13	State general fund/general purpose.....	\$	62,300
14	Sec. 111. ADMINISTRATIVE LAW SERVICES		
15	Full-time equated classified positions.....		2.0
16	Administrative law operations--2.0 FTE positions.....	\$	<u>1,310,700</u>
17	GROSS APPROPRIATION.....	\$	1,310,700
18	Appropriated from:		
19	Federal revenues:		
20	Federal revenues.....		551,600
21	Special revenue funds:		
22	Certification fees.....		686,000
23	State general fund/general purpose.....	\$	73,100
24	Sec. 112. BUREAU OF ASSESSMENT AND ACCOUNTABILITY		
25	Full-time equated classified positions.....		65.6
26	Accountability services operations--65.6 FTE positions	\$	12,637,700
27	Educator evaluations.....		<u>100</u>

1	GROSS APPROPRIATION.....	\$	12,637,800
2	Appropriated from:		
3	Federal revenues:		
4	Federal revenues.....		11,460,700
5	State general fund/general purpose.....	\$	1,177,100
6	Sec. 113. SCHOOL SUPPORT SERVICES		
7	Full-time equated classified positions.....		82.6
8	School support services operations--82.6 FTE positions	\$	15,111,700
9	Federal and private grants.....		<u>3,000,000</u>
10	GROSS APPROPRIATION.....	\$	18,111,700
11	Appropriated from:		
12	Federal revenues:		
13	Federal revenues.....		16,263,600
14	Special revenue funds:		
15	Local school district service fees.....		11,700
16	Private foundations.....		1,000,000
17	Certification fees.....		85,700
18	Commodity distribution fees.....		71,700
19	State general fund/general purpose.....	\$	679,000
20	Sec. 114. FIELD SERVICES		
21	Full-time equated classified positions.....		45.0
22	Field services operations--45.0 FTE positions.....	\$	<u>9,194,500</u>
23	GROSS APPROPRIATION.....	\$	9,194,500
24	Appropriated from:		
25	Federal revenues:		
26	Federal revenues.....		8,894,300
27	Special revenue funds:		

1	Certification fees.....		77,200
2	State general fund/general purpose.....	\$	223,000
3	Sec. 115. EDUCATIONAL IMPROVEMENT AND INNOVATION		
4	SERVICES		
5	Full-time equated classified positions.....	57.7	
6	Educational improvement and innovation operations--		
7	57.7 FTE positions	\$	<u>8,492,100</u>
8	GROSS APPROPRIATION.....	\$	8,492,100
9	Appropriated from:		
10	Federal revenues:		
11	Federal revenues.....		6,514,500
12	Special revenue funds:		
13	Certification fees.....		558,100
14	State general fund/general purpose.....	\$	1,419,500
15	Sec. 116. CAREER AND TECHNICAL EDUCATION		
16	Full-time equated classified positions.....	27.0	
17	Career and technical education operations--27.0 FTE		
18	positions	\$	<u>4,758,300</u>
19	GROSS APPROPRIATION.....	\$	4,758,300
20	Appropriated from:		
21	Federal revenues:		
22	Federal revenues.....		3,826,200
23	State general fund/general purpose.....	\$	932,100
24	Sec. 117. LIBRARY OF MICHIGAN		
25	Full-time equated classified positions.....	33.0	
26	Library of Michigan operations--32.0 FTE positions ...	\$	4,419,700
27	Library services and technology program--1.0 FTE		

1	position		5,607,000
2	State aid to libraries.....		9,488,400
3	Michigan eLibrary.....		1,750,000
4	Renaissance zone reimbursements.....		4,700,000
5	MPERS payments to libraries.....		<u>2,556,000</u>
6	GROSS APPROPRIATION.....	\$	28,521,100
7	Appropriated from:		
8	Federal revenues:		
9	IMLS, library services and technology act.....		5,607,000
10	State general fund/general purpose.....	\$	22,914,100
11	Sec. 118. SCHOOL REFORM OFFICE		
12	Full-time equated classified positions..... 8.0		
13	School reform office operations--8.0 FTE positions ...	\$	<u>2,429,800</u>
14	GROSS APPROPRIATION.....	\$	2,429,800
15	State general fund/general purpose.....	\$	2,429,800

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FOR FISCAL YEAR 2014-2015

GENERAL SECTIONS

20 Sec. 201. Pursuant to section 30 of article IX of the state
 21 constitution of 1963, total state spending from state resources
 22 under part 1 for the fiscal year ending September 30, 2015 is
 23 \$89,819,800.00 and state spending from state resources to be paid
 24 to local units of government for the fiscal year ending September
 25 30, 2015 is \$16,744,400.00. The itemized statement below identifies

1 appropriations from which spending to local units of government
 2 will occur:

3 DEPARTMENT OF EDUCATION

4	State aid to libraries.....	\$	9,488,400
5	Renaissance zone reimbursements.....		1,500,000
6	MPERS payments to libraries.....		<u>2,556,000</u>
7	Total department of education.....	\$	16,744,400

8 Sec. 202. The appropriations authorized under this part and
 9 part 1 are subject to the management and budget act, 1984 PA 431,
 10 MCL 18.1101 to 18.1594.

11 Sec. 203. As used in this part and part 1:

12 (a) "Department" means the Michigan department of education.

13 (b) "District" means a local school district as defined in
 14 section 6 of the revised school code, 1976 PA 451, MCL 380.6, or a
 15 public school academy as defined in section 5 of the revised school
 16 code, 1976 PA 451, MCL 380.5.

17 (c) "FTE" means full-time equated.

18 (d) "IMLS" means institute of museum and library services.

19 (e) "Participating entity" means a district library that is a
 20 reporting unit of the Michigan public school employees' retirement
 21 system under the public school employees retirement act of 1979,
 22 1980 PA 300, MCL 38.1301 to 38.1437, and that reports employees to
 23 the Michigan public school employees' retirement system for the
 24 applicable fiscal year.

25 (f) "Retirement board" means the board that administers the
 26 retirement system under the public school employees retirement act
 27 of 1979, 1980 PA 300, MCL 38.1301 to 38.1437.

1 (g) As used in this part and part 1, "retirement system" and
2 "MPSERS" mean the Michigan public school employees' retirement
3 system under the public school employees retirement act of 1979,
4 1980 PA 300, MCL 38.1301 to 38.1437.

5 Sec. 204. The state superintendent of public instruction shall
6 take all reasonable steps to ensure businesses in deprived and
7 depressed communities compete for and perform contracts to provide
8 services or supplies, or both. The state superintendent of public
9 instruction shall strongly encourage firms with which the
10 department contracts to subcontract with certified businesses in
11 depressed and deprived communities for services, supplies, or both.

12 Sec. 205. The departments and agencies shall use the Internet
13 to fulfill the reporting requirements of this part. This
14 requirement may include transmission of reports via electronic mail
15 to the recipients identified for each reporting requirement, or it
16 may include placement of reports on an Internet or Intranet site.

17 Sec. 206. The department shall provide through the Internet
18 the state board of education agenda and all supporting documents,
19 and shall notify the state budget director and the senate and house
20 fiscal agencies that the agenda and supporting documents are
21 available on the Internet, at the time the agenda and supporting
22 documents are provided to state board of education members.

23 Sec. 207. The department shall cooperate with the department
24 of technology, management, and budget to maintain a searchable
25 website accessible by the public at no cost that includes, but is
26 not limited to, all of the following for each department or agency:

27 (a) Fiscal year-to-date expenditures by category.

1 (b) Fiscal year-to-date expenditures by appropriation unit.

2 (c) Fiscal year-to-date payments to a selected vendor,
3 including the vendor name, payment date, payment amount, and
4 payment description.

5 (d) The number of active department employees by job
6 classification.

7 (e) Job specifications and wage rates.

8 Sec. 208. The department shall require all public school
9 districts to maintain complete records within the personnel file of
10 a teacher or school employee of any disciplinary actions taken by
11 the local school board against the teacher or employee for sexual
12 misconduct. The records shall not be destroyed or removed from the
13 teacher's or employee's personnel file except as required by a
14 court order.

15 Sec. 211. To the extent the state continues to identify
16 schools as meeting proficiency targets, before publishing a list of
17 schools or districts determined to have failed to make adequate
18 yearly progress as required by the no child left behind act of
19 2001, Public Law 107-110, the department shall allow a school or
20 district to appeal that determination. The department shall
21 consider and act upon the appeal within 30 days after it is
22 submitted and shall not publish the list until after all appeals
23 have been considered and decided.

24 Sec. 212. Funds appropriated in part 1 shall not be used for
25 the purchase of foreign goods or services, or both, if
26 competitively priced and comparable quality American goods or
27 services, or both, are available. Preference shall be given to

1 goods or services, or both, manufactured or provided by Michigan
2 businesses if they are competitively priced and of comparable
3 quality. In addition, preference should be given to goods or
4 services, or both, manufactured or provided by Michigan businesses
5 owned and operated by veterans if they are competitively priced and
6 of comparable quality.

7 Sec. 214. The department and agencies receiving appropriations
8 in part 1 shall prepare a report on out-of-state travel expenses
9 not later than January 1 of each year. The travel report shall be a
10 listing of all travel by classified and unclassified employees
11 outside this state in the immediately preceding fiscal year that
12 was funded in whole or in part with funds appropriated in the
13 department's budget. The report shall be submitted to the senate
14 and house appropriations committees, the house and senate fiscal
15 agencies, and the state budget director. The report must include
16 the following information:

17 (a) The dates of each travel occurrence.

18 (b) The transportation and related costs of each travel
19 occurrence, including the proportion funded with state general
20 fund/general purpose revenues, the proportion funded with state
21 restricted revenues, the proportion funded with federal revenues,
22 and the proportion funded with other revenues.

23 Sec. 216. The department shall not take disciplinary action
24 against an employee who communicates truthfully and factually with
25 a member of the legislature or his or her staff.

26 Sec. 218. The department and agencies receiving appropriations
27 in part 1 shall receive and retain copies of all reports funded

1 from appropriations in part 1. Federal and state guidelines for
2 short-term and long-term retention of records shall be followed.
3 The department may electronically retain copies of reports unless
4 otherwise required by federal and state guidelines.

5 Sec. 219. (1) In addition to the funds appropriated in part 1,
6 there is appropriated an amount not to exceed \$5,000,000.00 for
7 federal contingency funds. These funds are not available for
8 expenditure until they have been transferred to another line item
9 in part 1 under section 393(2) of the management and budget act,
10 1984 PA 431, MCL 18.1393.

11 (2) In addition to the funds appropriated in part 1, there is
12 appropriated an amount not to exceed \$700,000.00 for state
13 restricted contingency funds. These funds are not available for
14 expenditure until they have been transferred to another line item
15 in part 1 under section 393(2) of the management and budget act,
16 1984 PA 431, MCL 18.1393.

17 (3) In addition to the funds appropriated in part 1, there is
18 appropriated an amount not to exceed \$250,000.00 for local
19 contingency funds. These funds are not available for expenditure
20 until they have been transferred to another line item in part 1
21 under section 393(2) of the management and budget act, 1984 PA 431,
22 MCL 18.1393.

23 (4) In addition to the funds appropriated in part 1, there is
24 appropriated an amount not to exceed \$3,000,000.00 for private
25 contingency funds. These funds are not available for expenditure
26 until they have been transferred to another line item in part 1
27 under section 393(2) of the management and budget act, 1984 PA 431,

1 MCL 18.1393.

2 Sec. 220. (1) The department shall provide data requested by a
3 member of the legislature, his or her staff, or the house and
4 senate fiscal agencies in a timely manner. If the department fails
5 to provide reasonably requested data within 30 days after the
6 request, the state money appropriated in part 1 for state
7 board/superintendent operations shall be reduced by 1%.

8 (2) If the department fails to provide to the legislature
9 reports and other data required by boilerplate or statute within 30
10 days after the date the information is due, the state money
11 appropriated in part 1 for state board/superintendent operations
12 shall be reduced by 1%.

13 Sec. 221. Funds appropriated in part 1 shall not be used by a
14 principal executive department, state agency, or authority to hire
15 a person to provide legal services that are the responsibility of
16 the attorney general. This prohibition does not apply to legal
17 services for bonding activities and for those activities that the
18 attorney general authorizes.

19 Sec. 222. The department shall maintain, on a publicly
20 accessible website, a department scorecard that identifies, tracks,
21 and regularly updates key metrics that are used to monitor and
22 improve the agency's performance.

23 Sec. 226. Not later than November 30, the state budget office
24 shall prepare and transmit a report that provides for estimates of
25 the total general fund/general purpose appropriation lapses at the
26 close of the fiscal year. This report shall summarize the projected
27 year-end general fund/general purpose appropriation lapses by major

1 departmental program or program areas. The report shall be
2 transmitted to the office of the state budget, the chairpersons of
3 the senate and house appropriations committees, and the senate and
4 house fiscal agencies.

5 Sec. 227. Within 14 days after the release of the executive
6 budget recommendation, the department shall cooperate with the
7 state budget office to provide the senate and house appropriations
8 chairs, the senate and house appropriations subcommittees
9 responsible for the department budget, respectively, and the senate
10 and house fiscal agencies with an annual report on estimated state
11 restricted fund balances, state restricted fund projected revenues,
12 and state restricted fund expenditures for the fiscal years ending
13 September 30, 2014 and September 30, 2015.

14 Sec. 230. The department may assist the department of
15 community health, other departments, and local school districts to
16 secure reimbursement for eligible services provided in Michigan
17 schools from the federal Medicaid program. The department may
18 submit reports of direct expenses related to this effort to the
19 department of community health for reimbursement.

20 Sec. 231. Total authorized appropriations from all sources
21 under part 1 for legacy costs for the fiscal year ending September
22 30, 2015 is \$15,637,500.00. From this amount, total agency
23 appropriations for pension-related legacy costs are estimated at
24 \$8,739,900.00. Total agency appropriations for retiree health care
25 legacy costs are estimated at \$6,897,600.00.

26 Sec. 233. No state department or agency shall issue a request
27 for proposal (RFP) for a contract in excess of \$5,000,000.00,

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1 unless the department or agency has first considered issuing a
 2 request for information (RFI) or a request for qualification (RFQ)
 3 relative to that contract to better enable the department or agency
 4 to learn more about the market for the products or services that
 5 are the subject of the future RFP. The department or agency shall
 6 notify the department of technology, management, and budget of the
 7 evaluation process used to determine if an RFI or RFQ was not
 8 necessary prior to issuing the RFP.

[Sec. 234. (1) For each new program or program increase for which funds are appropriated in part 1, the department shall report the following to the house and senate appropriations committees, the house and senate fiscal agencies, and the state budget director:

(a) By November 1, 2014, a list of specific benchmarks intended to measure the performance or return on taxpayer investment of the program and its associated expenditures.

(b) By March 1, 2015, an update on the progress of the program and the status of expenditures for the program as measured by those benchmarks.

(2) It is the intent of the legislature that, beginning with the budget for the fiscal year ending September 30, 2016, any proposal for a new program or spending increase on existing programs initiated by the executive branch or the legislature shall include, as part of the original proposal or budget request, a specific list of benchmarks intended to measure the performance or return on taxpayer investment of the program or spending increase.

Sec. 235. The department shall not enter into a contract funded under part 1 that exceeds \$1,000,000.00 or seek a federal waiver from no child left behind or an amendment to a federal waiver, until after notification of the content to both the house and senate appropriations committees.]

9 **STATE BOARD/OFFICE OF THE SUPERINTENDENT**

10 Sec. 301. (1) The appropriations in part 1 may be used for per
 11 diem payments to the state board for meetings at which a quorum is
 12 present or for performing official business authorized by the state
 13 board. The per diem payments shall be at a rate as follows:

14 (a) State board of education - president - \$110.00 per day.

15 (b) State board of education - member other than president -
 16 \$100.00 per day.

17 (2) A state board of education member shall not be paid a per
 18 diem for more than 30 days per year.

19 Sec. 302. From the amount appropriated in part 1 to the state
 20 board of education, not more than \$35,000.00 for the fiscal year
 21 ending September 30, 2015 shall be expended for in-state travel and
 22 out-of-state travel directly related to the duties of the state
 23 board of education. The amount under this section shall be adjusted

24 by an amount equal to the growth in the United States consumer
 25 price index in the immediately preceding fiscal year.

1 **MICHIGAN SCHOOLS FOR THE DEAF AND BLIND**

2 Sec. 401. The employees at the Michigan schools for the deaf
3 and blind who work on a school year basis shall be considered
4 annual employees for purposes of service credits, retirement, and
5 insurance benefits.

6 Sec. 402. For each student enrolled at the Michigan schools
7 for the deaf and blind, the department shall assess the
8 intermediate school district of residence 100% of the cost of
9 operating the student's instructional program. The amount shall
10 exclude room and board related costs and the cost of weekend
11 transportation between the school and the student's home.

12 Sec. 406. (1) The Michigan schools for the deaf and blind may
13 promote its residential program as a possible appropriate option
14 for children who are deaf or hard of hearing or who are blind or
15 visually impaired. The Michigan schools for the deaf and blind
16 shall distribute information detailing its services to all
17 intermediate school districts in the state.

18 (2) Upon knowledge of or recognition by an intermediate school
19 district that a child in the district is deaf or hard of hearing or
20 blind or visually impaired, the intermediate school district shall
21 provide to the parents of the child the literature distributed by
22 the Michigan schools for the deaf and blind to intermediate school
23 districts under subsection (1).

24 (3) Parents will continue to have a choice regarding the
25 educational placement of their deaf or hard-of-hearing children.

26 Sec. 407. Revenue received by the Michigan schools for the
27 deaf and blind from gifts, bequests, donations, and local district

1 service fees that is unexpended at the end of the state fiscal year
2 may be carried over to the succeeding fiscal year and shall not
3 revert to the general fund.

4 **PROFESSIONAL PREPARATION SERVICES**

5 Sec. 501. From the funds appropriated in part 1 for
6 professional preparation services, the department shall maintain
7 the registry of educational personnel and certificate
8 revocation/felony conviction files.

9 Sec. 502. The department shall authorize teacher preparation
10 institutions to provide an alternative program by which up to 1/2
11 of the required student internship or student teaching credits may
12 be earned through substitute teaching. The department shall require
13 that teacher preparation institutions collaborate with school
14 districts to ensure that the quality of instruction provided to
15 student teachers is comparable to that required in a traditional
16 student teaching program.

17 Sec. 506. Revenue received from teacher testing fees that is
18 unexpended at the end of the state fiscal year may be carried over
19 to the succeeding fiscal year and shall not revert to the general
20 fund.

21 Sec. 507. From the funds appropriated in part 1 for teacher
22 certification tests, the department shall update the full set of
23 teacher certification tests, including content-specific and
24 subject-relevant tests, to reflect current education standards no
25 later than September 30, 2015.

1 LIBRARY OF MICHIGAN

2 Sec. 801. In addition to the funds appropriated in part 1, the
3 funds collected by the department for document reproduction and
4 services; conferences, workshops, and training classes; and the use
5 of specialized equipment, facilities, and software are appropriated
6 for all expenses necessary to provide the required services. These
7 funds are available for expenditure when they are received and may
8 be carried forward into the next succeeding fiscal year.

9 Sec. 803. It is the intent of the legislature that the library
10 of Michigan and the component programs currently within the library
11 of Michigan with the exception of the genealogical collections
12 shall be kept together in a state department.

13 Sec. 804. (1) The funds appropriated in part 1 for renaissance
14 zone reimbursements shall be used to reimburse public libraries
15 under section 12 of the Michigan renaissance zone act, 1996 PA 376,
16 MCL 125.2692, for taxes levied in 2014. The allocations shall be
17 made not later than 60 days after the department of treasury
18 certifies to the department and to the state budget director that
19 the department of treasury has received all necessary information
20 to properly determine the amounts due to each eligible recipient.

21 (2) If the amount appropriated under this section is not
22 sufficient to fully pay obligations under this section, payments
23 shall be prorated on an equal basis among all eligible public
24 libraries.

25 Sec. 805. (1) The funds appropriated in part 1 for Michigan
26 public school employees retirement system reform costs shall be
27 used for payments to district libraries that are participating

1 entities of the Michigan public school employees' retirement
2 system.

3 (2) Payments made under this section shall be equal to the
4 difference between the unfunded actuarial accrued liability
5 contribution rate as calculated pursuant to section 41 of the
6 public school employees retirement act of 1979, 1980 PA 300, MCL
7 38.1341, as calculated without taking into account the maximum
8 employer rate of 19.76% included in section 41 of the public school
9 employees retirement act of 1979, 1980 PA 300, MCL 38.1341, and the
10 maximum employer rate of 19.76% included in section 41 of the
11 public school employees retirement act of 1979, 1980 PA 300, MCL
12 38.1341.

13 (3) The amount allocated to each district library under this
14 section shall be based on each district library's proportion of the
15 total covered payroll for the immediately preceding fiscal year for
16 all district libraries that are participating entities. District
17 libraries that receive funds under this section shall use the funds
18 solely for the purpose of retirement contributions as specified in
19 subsection (4).

20 (4) Each participating entity receiving funds under this
21 section shall forward an amount equal to the amount allocated under
22 subsection (3) to the retirement system in a form, manner, and time
23 frame determined by the retirement system.

24 **SCHOOL SUPPORT SERVICES**

25 Sec. 901. Within 10 days of the receipt of a grant
26 appropriated in the federal and private grants line item in part 1,

1 the department shall notify the house and senate chairpersons of
2 the appropriations subcommittees responsible for the department
3 budget, the house and senate fiscal agencies, and the state budget
4 director of the receipt of the grant, including the funding source,
5 purpose, and amount of the grant.

6 **MICHIGAN OFFICE OF GREAT START**

7 Sec. 1001. By November 1, 2014, the department shall submit a
8 report to the house and senate appropriations subcommittees on the
9 department of education budget and the house and senate fiscal
10 agencies on the number of eligible child care providers by type
11 receiving payment for child care services from the department on
12 October 1, 2014.

13 Sec. 1003. (1) The department shall provide the house and
14 senate appropriations subcommittees on the department budget with
15 an annual report on all funding appropriated to the early childhood
16 investment corporation (ECIC) by the state for fiscal year 2013-
17 2014. The report is due by February 15 and shall contain at least
18 the following information:

19 (a) Total funding appropriated to the early childhood
20 investment corporation by the state for fiscal year 2013-2014.

21 (b) The amount of funding for each grant awarded.

22 (c) The grant recipients.

23 (d) The activities funded by each grant.

24 (e) An analysis of each grant recipient's success in
25 addressing the development of a comprehensive system of early
26 childhood services and supports.

1	DEPARTMENT OF ENVIRONMENTAL QUALITY	
2	APPROPRIATION SUMMARY	
3	Full-time equated unclassified positions.....	6.0
4	Full-time equated classified positions.....	1,284.5
5	GROSS APPROPRIATION.....	\$ 500,591,800
6	Interdepartmental grant revenues:	
7	Total interdepartmental grants and intradepartmental	
8	transfers	9,530,500
9	ADJUSTED GROSS APPROPRIATION.....	\$ 491,061,300
10	Federal revenues:	
11	Total federal revenues.....	150,367,600
12	Special revenue funds:	
13	Total local revenues.....	0
14	Total private revenues.....	546,900
15	Total other state restricted revenues.....	301,270,900
16	State general fund/general purpose.....	\$ 38,875,900
17	FUND SOURCE SUMMARY	
18	Full-time equated unclassified positions.....	6.0
19	Full-time equated classified positions.....	1,284.5
20	GROSS APPROPRIATION.....	\$ 500,591,800
21	Interdepartmental grant revenues:	
22	IDG, MDSP.....	1,562,900
23	IDG, MDOT - Michigan transportation fund.....	1,312,800
24	IDT, interdivisional charges.....	2,053,400
25	IDT, laboratory services.....	4,601,400
26	Total interdepartmental grants and intradepartmental	
27	transfers	9,530,500

1	ADJUSTED GROSS APPROPRIATION.....	\$	491,061,300
2	Federal revenues:		
3	Federal funds.....		150,367,600
4	Total federal revenues.....		150,367,600
5	Special revenue funds:		
6	Private funds.....		546,900
7	Total private revenues.....		546,900
8	Air emissions fees.....		10,670,000
9	Campground fund.....		334,300
10	Clean Michigan initiative - clean water fund.....		2,617,100
11	Clean Michigan initiative - contaminated sediment....		665,000
12	Clean Michigan initiative - nonpoint source.....		500,000
13	Clean Michigan initiative - response activities.....		5,500,000
14	Cleanup and redevelopment fund.....		22,620,500
15	Community pollution prevention fund.....		250,000
16	Electronic waste recycling fund.....		342,400
17	Environmental education fund.....		164,300
18	Environmental perpetual care fund.....		115,000
19	Environmental pollution prevention fund.....		8,247,300
20	Environmental protection fund.....		2,165,800
21	Environmental response fund.....		5,721,100
22	Fees and collections.....		478,100
23	Financial instruments.....		5,000,000
24	Great Lakes protection fund.....		295,000
25	Groundwater discharge permit fees.....		1,723,200
26	Infrastructure construction fund.....		50,000
27	Land and water permit fees.....		3,439,000

1	Landfill maintenance trust fund.....	30,400
2	Medical waste emergency response fund.....	346,100
3	Metallic mining surveillance fee revenue.....	160,900
4	Mineral well regulatory fee revenue.....	233,400
5	Nonferrous metallic mineral surveillance.....	105,300
6	NPDES fees.....	4,468,900
7	Oil and gas regulatory fund.....	11,398,100
8	Orphan well fund.....	2,345,800
9	Public swimming pool fund.....	661,500
10	Public utility assessments.....	287,800
11	Public water supply fees.....	4,896,700
12	Refined petroleum fund.....	53,617,900
13	Retired engineers technical assistance fund.....	670,400
14	Revitalization revolving loan fund.....	101,000
15	Revolving loan revenue bonds.....	11,400,000
16	Sand extraction fee revenue.....	100,500
17	Scrap tire regulatory fund.....	5,128,000
18	Septage waste contingency fund.....	18,100
19	Septage waste program fund.....	540,700
20	Settlement funds.....	652,100
21	Sewage sludge land application fee.....	1,113,500
22	Small business pollution prevention revolving loan	
23	fund	163,000
24	Soil erosion and sedimentation control training fund.	167,500
25	Solid waste management fund - staff account.....	5,444,600
26	Stormwater permit fees.....	3,067,400
27	Strategic water quality initiatives fund.....	116,176,100

1	Wastewater operator training fees.....	593,100
2	Water analysis fees.....	2,260,200
3	Water pollution control revolving fund.....	3,844,600
4	Water quality protection fund.....	100,000
5	Water use reporting fees.....	279,200
6	Total other state restricted revenues.....	301,270,900
7	State general fund/general purpose.....	\$ 38,875,900
8	Sec. 102. EXECUTIVE OPERATIONS	
9	Full-time equated unclassified positions..... 6.0	
10	Full-time equated classified positions..... 13.0	
11	Unclassified salaries--6.0 FTE positions.....	\$ 724,700
12	Executive direction--13.0 FTE positions.....	<u>2,080,900</u>
13	GROSS APPROPRIATION.....	\$ 2,805,600
14	Appropriated from:	
15	Federal revenues:	
16	Federal funds.....	39,600
17	Special revenue funds:	
18	Environmental response fund.....	217,900
19	Oil and gas regulatory fund.....	399,900
20	Refined petroleum fund.....	593,100
21	Settlement funds.....	68,800
22	State general fund/general purpose.....	\$ 1,486,300
23	Sec. 103. OFFICE OF THE GREAT LAKES	
24	Full-time equated classified positions..... 12.0	
25	Office of the Great Lakes--12.0 FTE positions.....	\$ 2,894,700
26	Coastal management grants.....	<u>1,750,000</u>
27	GROSS APPROPRIATION.....	\$ 4,644,700

1	Appropriated from:		
2	Federal revenues:		
3	Federal funds.....		3,427,600
4	Special revenue funds:		
5	Great Lakes protection fund.....		213,900
6	Settlement funds.....		112,100
7	State general fund/general purpose.....	\$	891,100
8	Sec. 104. GREAT LAKES RESTORATION INITIATIVE		
9	Full-time equated classified positions.....	6.0	
10	Great Lakes restoration initiative--6.0 FTE positions	\$	<u>15,052,200</u>
11	GROSS APPROPRIATION.....	\$	15,052,200
12	Appropriated from:		
13	Federal revenues:		
14	Federal funds.....		15,052,200
15	State general fund/general purpose.....	\$	0
16	Sec. 105. DEPARTMENT SUPPORT SERVICES		
17	Full-time equated classified positions.....	34.0	
18	Central support services--34.0 FTE positions.....	\$	4,090,800
19	Accounting service center.....		1,365,300
20	Administrative hearings.....		373,800
21	Automated data processing.....		2,053,400
22	Building occupancy charges.....		4,466,600
23	Environmental support projects.....		5,000,000
24	Rent - privately owned property.....		<u>2,205,300</u>
25	GROSS APPROPRIATION.....	\$	19,555,200
26	Appropriated from:		
27	Interdepartmental grant revenues:		

1	IDG, MDSP.....	203,700
2	IDT, interdivisional charges.....	2,053,400
3	IDT, laboratory services.....	519,800
4	Federal revenues:	
5	Federal funds.....	5,400
6	Special revenue funds:	
7	Air emissions fees.....	1,232,900
8	Campground fund.....	28,000
9	Cleanup and redevelopment fund.....	1,704,500
10	Electronic waste recycling fund.....	28,700
11	Environmental perpetual care fund.....	115,000
12	Environmental pollution prevention fund.....	994,400
13	Environmental response fund.....	272,500
14	Fees and collections.....	23,800
15	Financial instruments.....	5,000,000
16	Great Lakes protection fund.....	52,800
17	Groundwater discharge permit fees.....	179,500
18	Land and water permit fees.....	517,600
19	Medical waste emergency response fund.....	27,300
20	Metallic mining surveillance fee revenue.....	11,100
21	Mineral well regulatory fee revenue.....	16,700
22	Nonferrous metallic mineral surveillance.....	1,700
23	NPDES fees.....	219,000
24	Oil and gas regulatory fund.....	918,200
25	Orphan well fund.....	29,100
26	Public swimming pool fund.....	36,100
27	Public utility assessments.....	38,800

1	Public water supply fees.....	184,200
2	Refined petroleum fund.....	1,593,500
3	Sand extraction fee revenue.....	9,000
4	Scrap tire regulatory fund.....	187,900
5	Septage waste program fund.....	28,700
6	Settlement funds.....	211,500
7	Sewage sludge land application fee.....	114,600
8	Small business pollution prevention revolving loan	
9	fund	17,000
10	Soil erosion and sedimentation control training fund.	16,600
11	Solid waste management fund - staff account.....	581,600
12	Stormwater permit fees.....	111,000
13	Wastewater operator training fees.....	37,300
14	Water analysis fees.....	166,100
15	Water use reporting fees.....	21,600
16	State general fund/general purpose.....	\$ 2,044,600
17	Sec. 106. OFFICE OF ENVIRONMENTAL ASSISTANCE	
18	Full-time equated classified positions..... 40.0	
19	Office of environmental assistance--40.0 FTE positions	\$ 6,492,800
20	Pollution prevention local grants.....	<u>250,000</u>
21	GROSS APPROPRIATION.....	\$ 6,742,800
22	Appropriated from:	
23	Federal revenues:	
24	Federal funds.....	780,200
25	Special revenue funds:	
26	Private funds.....	359,700
27	Air emissions fees.....	134,800

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1	Community pollution prevention fund.....		250,000
2	Environmental education fund.....		164,300
3	Environmental pollution prevention fund.....		1,483,700
4	Fees and collections.....		118,700
5	Retired engineers technical assistance fund.....		670,400
6	Settlement funds.....		259,700
7	Small business pollution prevention revolving loan		
8	fund		132,700
9	State general fund/general purpose.....	\$	2,388,600
10	Sec. 107. WATER RESOURCES DIVISION		
11	Full-time equated classified positions.....	331.0	
12	Land and water interface permit programs--83.0 FTE		
13	positions		\$ 11,714,600
14	Program direction and project assistance--30.0 FTE		
15	positions		3,089,200
16	Water withdrawal assessment program--4.0 FTE positions		613,600
17	Expedited water/wastewater permits--3.0 FTE positions		50,000
18	Fish contaminant monitoring.....		316,100
19	NPDES nonstormwater program--89.0 FTE positions		12,803,900
20	Surface water--90.0 FTE positions.....		15,746,500
21	Aquatic nuisance control program--5.0 FTE positions ..		700,000
22	Groundwater discharge--22.0 FTE positions.....		3,064,100
23	Federal - Great Lakes remedial action plan grants		700,000
24	Federal - nonpoint source water pollution grants		6,500,000
25	Water quality protection grants.....		100,000
26	[Water quality and use initiative/general--5.0 FTE		
	positions.....		2,477,200
	Real-time beach monitoring program.....		500,000
	Wetlands program.....		1,000,000]
27	Wetland mitigation banking grants and loans		3,000,000

1	Contaminated lake and river sediment cleanup program .	665,000
2	Nonpoint source pollution prevention and control	
3	project program	<u>500,000</u>
4	GROSS APPROPRIATION.....	\$ 63,540,200
5	Appropriated from:	
6	Interdepartmental grant revenues:	
7	IDG, MDOT - Michigan transportation fund.....	1,227,600
8	Federal revenues:	
9	Federal funds.....	23,409,700
10	Special revenue funds:	
11	Clean Michigan initiative fund - clean water fund....	2,617,100
12	Clean Michigan initiative fund - contaminated sediment	665,000
13	Clean Michigan initiative fund - nonpoint source.....	500,000
14	Environmental response fund.....	202,000
15	Groundwater discharge permit fees.....	1,449,200
16	Infrastructure construction fund.....	50,000
17	Land and water permit fees.....	2,581,700
18	NPDES fees.....	4,078,500
19	Refined petroleum fund.....	440,700
20	Sewage sludge land application fee.....	937,800
21	Soil erosion and sedimentation control training fund.	137,900
22	Stormwater permit fees.....	2,869,900
23	Strategic water quality initiatives fund.....	3,000,000
24	Wastewater operator training fees.....	277,000
25	Water pollution control revolving fund.....	810,900
26	Water quality protection fund.....	100,000
27	Water use reporting fees.....	241,200

1	State general fund/general purpose.....	\$	17,944,000
2	Sec. 108. LAW ENFORCEMENT DIVISION		
3	Full-time equated classified positions.....	14.0	
4	Environmental investigations--14.0 FTE positions.....	\$	<u>2,810,900</u>
5	GROSS APPROPRIATION.....	\$	2,810,900
6	Appropriated from:		
7	Interdepartmental grant revenues:		
8	IDT, laboratory services.....		54,300
9	Federal revenues:		
10	Federal funds.....		824,500
11	Special revenue funds:		
12	Air emissions fees.....		56,000
13	Campground fund.....		4,100
14	Cleanup and redevelopment fund.....		223,500
15	Electronic waste recycling fund.....		3,000
16	Environmental pollution prevention fund.....		138,600
17	Environmental response fund.....		51,000
18	Fees and collections.....		3,700
19	Great Lakes protection fund.....		5,600
20	Groundwater discharge permit fees.....		18,700
21	Land and water permit fees.....		77,000
22	Medical waste emergency response fund.....		4,200
23	Metallic mining surveillance fee revenue.....		1,700
24	Mineral well regulatory fee revenue.....		2,600
25	NPDES fees.....		32,000
26	Oil and gas regulatory fund.....		154,900
27	Orphan well fund.....		4,500

1	Public swimming pool fund.....	5,600
2	Public utility assessments.....	4,100
3	Public water supply fees.....	28,400
4	Refined petroleum fund.....	363,400
5	Sand extraction fee revenue.....	1,400
6	Scrap tire regulatory fund.....	36,500
7	Septage waste program fund.....	4,400
8	Sewage sludge land application fee.....	12,200
9	Small business pollution prevention revolving loan	
10	fund	2,600
11	Soil erosion and sedimentation control training fund.	2,600
12	Solid waste management fund - staff account.....	78,200
13	Stormwater permit fees.....	17,200
14	Wastewater operator training fees.....	5,700
15	Water analysis fees.....	22,300
16	Water use reporting fees.....	3,100
17	State general fund/general purpose.....	\$ 563,300
18	Sec. 109. AIR QUALITY DIVISION	
19	Full-time equated classified positions.....	203.0
20	Air quality programs--203.0 FTE positions.....	\$ <u>26,093,200</u>
21	GROSS APPROPRIATION.....	\$ 26,093,200
22	Appropriated from:	
23	Federal revenues:	
24	Federal funds.....	7,565,300
25	Special revenue funds:	
26	Air emissions fees.....	8,587,400
27	Environmental pollution prevention fund.....	1,337,000

1	Fees and collections.....		282,800
2	Oil and gas regulatory fund.....		134,900
3	Refined petroleum fund.....		3,596,600
4	State general fund/general purpose.....	\$	4,589,200
5	Sec. 110. RESOURCE MANAGEMENT DIVISION		
6	Full-time equated classified positions.....	319.5	
7	Drinking water and environmental health--106.5 FTE		
8	positions	\$	15,982,300
9	Hazardous waste management program--51.0 FTE positions		6,821,200
10	Low-level radioactive waste authority--2.0 FTE		
11	positions		228,400
12	Medical waste program--2.0 FTE positions		297,700
13	Municipal assistance--34.0 FTE positions		6,534,700
14	Radiological protection program--12.0 FTE positions ..		1,693,900
15	Scrap tire regulatory program--11.0 FTE positions		1,323,400
16	Oil, gas, and mineral services--61.0 FTE positions ...		12,031,900
17	Recycling initiative--3.0 FTE positions		1,000,000
18	Solid waste management program--37.0 FTE positions ...		4,935,700
19	Drinking water program grants		1,330,000
20	Noncommunity water grants		2,000,000
21	Septage waste compliance grants		275,000
22	Strategic water quality initiative grants and loans ..		97,000,000
23	Water pollution control and drinking water revolving		
24	fund		87,943,000
25	Scrap tire grants		<u>3,500,000</u>
26	GROSS APPROPRIATION	\$	242,897,200
27	Appropriated from:		

1	Interdepartmental grant revenues:	
2	IDG, MDSP.....	1,272,100
3	Federal revenues:	
4	Federal funds.....	89,533,200
5	Special revenue funds:	
6	Campground fund.....	285,700
7	Electronic waste recycling fund.....	298,300
8	Environmental pollution prevention fund.....	3,700,100
9	Fees and collections.....	34,200
10	Medical waste emergency response fund.....	297,700
11	Metallic mining surveillance fee revenue.....	141,200
12	Mineral well regulatory fee revenue.....	203,700
13	Nonferrous metallic mineral surveillance.....	103,000
14	Oil and gas regulatory fund.....	9,205,600
15	Orphan well fund.....	2,293,900
16	Public swimming pool fund.....	597,300
17	Public utility assessments.....	228,400
18	Public water supply fees.....	4,222,200
19	Refined petroleum fund.....	671,700
20	Revolving loan revenue bonds.....	11,400,000
21	Sand extraction fee revenue.....	84,500
22	Scrap tire regulatory fund.....	4,823,400
23	Septage waste contingency fund.....	18,100
24	Septage waste program fund.....	489,500
25	Solid waste management fund - staff account.....	4,457,500
26	Strategic water quality initiatives fund.....	98,176,100
27	Wastewater operator training fees.....	249,800

1	Water pollution control revolving fund.....		2,821,300
2	State general fund/general purpose.....	\$	7,288,700
3	Sec. 111. REMEDIATION AND REDEVELOPMENT DIVISION		
4	Full-time equated classified positions.....	312.0	
5	Contaminated site investigations, cleanup and		
6	revitalization--209.0 FTE positions.....	\$	29,385,200
7	Federal cleanup project management--55.0 FTE positions		8,931,000
8	Laboratory services--48.0 FTE positions.....		6,092,000
9	Brownfield grants.....		5,500,000
10	Emergency cleanup actions.....		4,000,000
11	Environmental cleanup support.....		1,840,000
12	Environmental cleanup and redevelopment program.....		15,000,000
13	Refined petroleum product cleanup program.....		32,900,000
14	Superfund cleanup.....		<u>3,000,000</u>
15	GROSS APPROPRIATION.....	\$	106,648,200
16	Appropriated from:		
17	Interdepartmental grant revenues:		
18	IDT, laboratory services.....		3,807,200
19	Federal revenues:		
20	Federal funds.....		8,315,000
21	Special revenue funds:		
22	Private funds.....		187,200
23	Clean Michigan initiative - response activities.....		5,500,000
24	Cleanup and redevelopment fund.....		19,785,700
25	Environmental protection fund.....		2,165,800
26	Environmental response fund.....		4,769,400
27	Landfill maintenance trust fund.....		30,400

1	Public water supply fees.....	303,300
2	Refined petroleum fund.....	44,701,700
3	Revitalization revolving loan fund.....	101,000
4	Strategic water quality initiatives fund.....	15,000,000
5	Water analysis fees.....	1,981,500
6	State general fund/general purpose.....	\$ 0
7	Sec. 112. INFORMATION TECHNOLOGY	
8	Information technology services and projects.....	\$ <u>8,551,600</u>
9	GROSS APPROPRIATION.....	\$ 8,551,600
10	Appropriated from:	
11	Interdepartmental grant revenues:	
12	IDG, MDSP.....	87,100
13	IDG, MDOT - Michigan transportation fund.....	85,200
14	IDT, laboratory services.....	220,100
15	Federal revenues:	
16	Federal funds.....	1,414,900
17	Special revenue funds:	
18	Air emission fees.....	658,900
19	Campground fund.....	16,500
20	Cleanup and redevelopment fund.....	906,800
21	Electronic waste recycling fund.....	12,400
22	Environmental pollution prevention fund.....	593,500
23	Environmental response fund.....	208,300
24	Fees and collections.....	14,900
25	Great Lakes protection fund.....	22,700
26	Groundwater discharge permit fees.....	75,800
27	Land and water permit fees.....	262,700

1	Medical waste emergency response fund.....	16,900
2	Metallic mining surveillance fee revenue.....	6,900
3	Mineral well regulatory fee revenue.....	10,400
4	Nonferrous metallic mineral surveillance.....	600
5	NPDES fees.....	139,400
6	Oil and gas regulatory fund.....	584,600
7	Orphan well fund.....	18,300
8	Public swimming pool fund.....	22,500
9	Public utility assessments.....	16,500
10	Public water supply fees.....	158,600
11	Refined petroleum fund.....	1,657,200
12	Sand extraction fee revenue.....	5,600
13	Scrap tire regulatory fund.....	80,200
14	Septage waste program fund.....	18,100
15	Sewage sludge land application fee.....	48,900
16	Small business pollution prevention revolving loan	
17	fund	10,700
18	Soil erosion and sedimentation control training fund.	10,400
19	Solid waste management fund - staff account.....	327,300
20	Stormwater permit fees.....	69,300
21	Wastewater operator training fees.....	23,300
22	Water analysis fees.....	90,300
23	Water pollution control revolving fund.....	212,400
24	Water use reporting fees.....	13,300
25	State general fund/general purpose.....	\$ 430,100
26	Sec. 113. ONE-TIME BASIS APPROPRIATIONS	
27	Electronic document management.....	\$ <u>1,250,000</u>

1	GROSS APPROPRIATION.....	\$	1,250,000
2	Appropriated from:		
3	State general fund/general purpose.....	\$	1,250,000

4 PART 2
5 PROVISIONS CONCERNING APPROPRIATIONS
6 FOR FISCAL YEAR 2014-2015

7 GENERAL SECTIONS

8 Sec. 201. Pursuant to section 30 of article IX of the state
9 constitution of 1963, total state spending from state resources
10 under part 1 for fiscal year 2014-2015 is \$340,146,800.00 and state
11 spending from state resources to be paid to local units of
12 government for fiscal year 2014-2015 is \$2,775,000.00. The itemized
13 statement below identifies appropriations from which spending to
14 local units of government will occur:

15 GRANTS

16	Drinking water and environmental health.....	\$	2,275,000
17	Scrap tire regulatory program.....		<u>500,000</u>
18	TOTAL.....	\$	2,775,000

19 Sec. 202. The appropriations authorized under this part and
20 part 1 are subject to the management and budget act, 1984 PA 431,
21 MCL 18.1101 to 18.1594.

22 Sec. 203. As used in this part and part 1:

23 (a) "Department" means the department of environmental
24 quality.

25 (b) "Director" means the director of the department.

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1 (c) "FTE" means full-time equated.

2 (d) "IDG" means interdepartmental grant.

3 (e) "IDT" means intradepartmental transfer.

4 (f) "MDOT" means the state transportation department.

5 (g) "MDSP" means the department of state police.

6 (h) "NPDES" means national pollution discharge elimination
7 system.

[Sec. 204. (1) For each new program or program increase for which funds are appropriated in part 1, the department shall report the following to the house and senate appropriations committees, the house and senate fiscal agencies, and the state budget director:

(a) By November 1, 2014, a list of specific benchmarks intended to measure the performance or return on taxpayer investment of the program and its associated expenditures.

(b) By March 1, 2015, an update on the progress of the program and the status of expenditures for the program as measured by those benchmarks.

(2) It is the intent of the legislature that, beginning with the budget for the fiscal year ending September 30, 2016, any proposal for a new program or spending increase on existing programs initiated by the executive branch or the legislature shall include, as part of the original proposal or budget request, a specific list of benchmarks intended to measure the performance or return on taxpayer investment of the program or spending increase.]

8 Sec. 205. Unless otherwise specified, the department shall use
9 the Internet to fulfill the reporting requirements of this part.
10 This requirement may include transmission of reports via electronic
11 mail to the recipients identified for each reporting requirement,
12 or it may include placement of reports on an Internet or Intranet
13 site.

14 Sec. 207. The department and agencies receiving appropriations
15 in part 1 shall receive and retain copies of all reports funded
16 from appropriations in part 1. Federal and state guidelines for
17 short-term and long-term retention of records shall be followed.
18 The department may electronically retain copies of reports unless
19 otherwise required by federal and state guidelines.

20 Sec. 209. The departments and agencies receiving
21 appropriations in part 1 shall prepare a report on out-of-state
22 travel expenses not later than January 1 of each year. The travel
23 report shall be a listing of all travel by classified and
24 unclassified employees outside this state in the immediately
25 preceding fiscal year that was funded in whole or in part with
26 funds appropriated in the department's budget. The report shall be
27 submitted to the house and senate appropriations committees, the

1 house and senate fiscal agencies, and the state budget director.
2 The report shall include the following information:

3 (a) The dates of each travel occurrence.

4 (b) The total transportation and related costs of each travel
5 occurrence, including the proportion funded with state general
6 fund/general purpose revenues, the proportion funded with state
7 restricted revenues, the proportion funded with federal revenues,
8 and the proportion funded with other revenues.

9 Sec. 210. Funds appropriated in part 1 shall not be used for
10 the purchase of foreign goods or services, or both, if
11 competitively priced and of comparable quality American goods or
12 services, or both, are available. Preference shall be given to
13 goods or services, or both, manufactured or provided by Michigan
14 businesses and associated subcontractors if they are competitively
15 priced and of comparable quality. In addition, preference shall be
16 given to goods or services, or both, that are manufactured or
17 provided by Michigan businesses owned and operated by veterans, if
18 they are competitively priced and of comparable quality.

19 Sec. 211. The director shall take all reasonable steps to
20 ensure businesses in deprived and depressed communities compete for
21 and perform contracts to provide services or supplies, or both. The
22 director shall strongly encourage firms with which the department
23 contracts to subcontract with certified businesses in depressed and
24 deprived communities for services, supplies, or both.

25 Sec. 212. The department shall not take disciplinary action
26 against an employee for communicating with a member of the
27 legislature or his or her staff.

1 Sec. 213. (1) Funds appropriated in part 1 shall not be used
2 by the department to promulgate a rule that will apply to a small
3 business and that will have a disproportionate economic impact on
4 small businesses because of the size of those businesses if the
5 department fails to reduce the disproportionate economic impact of
6 the rule on small businesses as provided under section 40 of the
7 administrative procedures act of 1969, 1969 PA 306, MCL 24.240.

8 (2) As used in this section:

9 (a) "Rule" means that term as defined under section 7 of the
10 administrative procedures act of 1969, 1969 PA 306, MCL 24.207.

11 (b) "Small business" means that term as defined under section
12 7a of the administrative procedures act of 1969, 1969 PA 306, MCL
13 24.207a.

14 Sec. 214. Funds appropriated in this part and part 1 shall not
15 be used by a principal executive department, state agency, or
16 authority to hire a person to provide legal services that are the
17 responsibility of the attorney general. This prohibition does not
18 apply to legal services for bonding activities and for those
19 activities that the attorney general authorizes.

20 Sec. 215. (1) In addition to the funds appropriated in part 1,
21 there is appropriated an amount not to exceed \$30,000,000.00 for
22 federal contingency funds. These funds are not available for
23 expenditure until they have been transferred to another line item
24 in part 1 under section 393(2) of the management and budget act,
25 1984 PA 431, MCL 18.1393.

26 (2) In addition to the funds appropriated in part 1, there is
27 appropriated an amount not to exceed \$5,000,000.00 for state

1 restricted contingency funds. These funds are not available for
2 expenditure until they have been transferred to another line item
3 in part 1 under section 393(2) of the management and budget act,
4 1984 PA 431, MCL 18.1393.

5 (3) In addition to the funds appropriated in part 1, there is
6 appropriated an amount not to exceed \$100,000.00 for local
7 contingency funds. These funds are not available for expenditure
8 until they have been transferred to another line item in part 1
9 under section 393(2) of the management and budget act, 1984 PA 431,
10 MCL 18.1393.

11 (4) In addition to the funds appropriated in part 1, there is
12 appropriated an amount not to exceed \$500,000.00 for private
13 contingency funds. These funds are not available for expenditure
14 until they have been transferred to another line item in part 1
15 under section 393(2) of the management and budget act, 1984 PA 431,
16 MCL 18.1393.

17 Sec. 216. (1) The department shall report all of the following
18 information relative to allocations made from appropriations for
19 the environmental cleanup and redevelopment program, state cleanup,
20 emergency actions, superfund cleanup, the revitalization revolving
21 loan program, the brownfield grants and loans program, the leaking
22 underground storage tank cleanup program, the contaminated lake and
23 river sediments cleanup program, the refined petroleum product
24 cleanup program, and the environmental protection bond projects
25 under section 19508(7) of the natural resources and environmental
26 protection act, 1994 PA 451, MCL 324.19508, to the state budget
27 director, the senate and house appropriations subcommittees on

1 environmental quality, and the senate and house fiscal agencies:

2 (a) The name and location of the site for which an allocation
3 is made.

4 (b) The nature of the problem encountered at the site.

5 (c) A brief description of how the problem will be resolved if
6 the allocation is made for a response activity.

7 (d) The estimated date that site closure activities will be
8 completed.

9 (e) The amount of the allocation, or the anticipated financing
10 for the site.

11 (f) A summary of the sites and the total amount of funds
12 expended at the sites at the conclusion of the fiscal year.

13 (g) The number of brownfield projects that were successfully
14 redeveloped.

15 (2) The report prepared under subsection (1) shall also
16 include all of the following:

17 (a) The status of all state-owned facilities that are on the
18 list compiled under part 201 of the natural resources and
19 environmental protection act, 1994 PA 451, MCL 324.20101 to
20 324.20142.

21 (b) The report shall include the total amount of funds
22 expended during the fiscal year and the total amount of funds
23 awaiting expenditure.

24 (c) The total amount of bonds issued for the environmental
25 protection bond program pursuant to part 193 of the natural
26 resources and environmental protection act, 1994 PA 451, MCL
27 324.19301 to 324.19306, and bonds issued pursuant to the clean

1 Michigan initiative act, 1998 PA 284, MCL 324.95101 to 324.95108.

2 (3) The report shall be made available by March 31 of each
3 year.

4 Sec. 217. (1) The department may expend amounts remaining from
5 the current and prior fiscal year appropriations to meet funding
6 needs of legislatively approved sites for the environmental cleanup
7 and redevelopment program, the refined petroleum product cleanup
8 program, brownfield grants and loans, waterfront grants, and the
9 environmental bond site reclamation program.

10 (2) Unexpended and unencumbered amounts remaining from
11 appropriations from the environmental protection bond fund
12 contained in 1991 PA 160, 2003 PA 173, 2005 PA 109, 2006 PA 343,
13 2011 PA 63, and 2012 PA 236 are appropriated for expenditure for
14 any site listed in this part and part 1 and any site listed in the
15 public acts referenced in this section.

16 (3) Unexpended and unencumbered amounts remaining from
17 appropriations from the clean Michigan initiative fund - response
18 activities contained in 2000 PA 52, 2004 PA 309, 2005 PA 11, 2006
19 PA 343, 2007 PA 121, 2011 PA 63, and 2013 PA 59 are appropriated
20 for expenditure for any site listed in this part and part 1 and any
21 site listed in the public acts referenced in this section.

22 (4) Unexpended and unencumbered amounts remaining from
23 appropriations from the refined petroleum fund activities contained
24 in 2007 PA 121, 2008 PA 247, 2009 PA 118, 2010 PA 189, 2011 PA 63,
25 2012 PA 200, and 2013 PA 59 are appropriated for expenditure for
26 any site listed in this part and part 1 and any site listed in the
27 public acts referenced in this section.

1 (5) Unexpended and unencumbered amounts remaining from the
2 appropriations from the strategic water quality initiatives fund
3 contained in 2011 PA 50, 2011 PA 63, 2012 PA 200, and 2013 PA 59
4 are appropriated for expenditure for any site listed in this part
5 and part 1 and any site listed in the public acts referenced in
6 this section.

7 Sec. 219. Unexpended settlement revenues at the end of the
8 fiscal year may be carried forward into the settlement fund in the
9 succeeding fiscal year up to a maximum carryforward of
10 \$2,500,000.00.

11 Sec. 221. Not later than November 30, the state budget office
12 shall prepare and transmit a report that provides for estimates of
13 the total general fund/general purpose appropriation lapses at the
14 close of the previous fiscal year. This report shall summarize the
15 projected year-end general fund/general purpose appropriation
16 lapses by major departmental program or program areas. The report
17 shall be transmitted to the chairpersons of the senate and house
18 appropriations committees and the senate and house fiscal agencies.

19 Sec. 222. Within 14 days after the release of the executive
20 budget recommendation, the department shall cooperate with the
21 state budget office to provide the senate and house appropriations
22 chairs, the senate and house appropriations subcommittee chairs,
23 and the senate and house fiscal agencies with an annual report on
24 estimated state restricted fund balances, state restricted fund
25 projected revenues, and state restricted fund expenditures for the
26 fiscal years ending September 30, 2014 and September 30, 2015.

27 Sec. 223. Part 1 provides authorizations to fund classified

1 positions during the fiscal year ending September 30, 2015. Line-
2 item appropriations include limitations on the number of payroll
3 hours to be funded, on the basis of 2,088 hours per each FTE
4 position. The department shall report the number of funded FTE
5 positions within 15 days after the effective date of this act. The
6 number of classified employees compensated through each line item
7 is limited by the authorized FTE positions indicated in part 1, as
8 adjusted for the number of reported funded FTE positions. The
9 report shall be provided to the house and senate appropriations
10 subcommittees on environmental quality and the house and senate
11 fiscal agencies.

12 Sec. 224. On a quarterly basis, the department shall report on
13 the number of FTEs in pay status by civil service classification to
14 the senate and house appropriations subcommittees on environmental
15 quality and the senate and house fiscal agencies.

16 Sec. 225. The department shall cooperate with the department
17 of technology, management, and budget to maintain a searchable
18 website accessible by the public at no cost that includes, but is
19 not limited to, all of the following for each department or agency:

20 (a) Fiscal year-to-date expenditures by category.

21 (b) Fiscal year-to-date expenditures by appropriation unit.

22 (c) Fiscal year-to-date payments to a selected vendor,
23 including the vendor name, payment date, payment amount, and
24 payment description.

25 (d) The number of active department employees by job
26 classification.

27 (e) Job specifications and wage rates.

1 Sec. 228. The department shall provide a report on the
2 customer satisfaction evaluation program and the feedback received
3 to the house and senate appropriations subcommittees on
4 environmental quality and the house and senate fiscal agencies by
5 July 1, 2015.

6 Sec. 229. The department shall provide a report on the
7 expedited permitting program to the house and senate appropriations
8 subcommittees on environmental quality and the house and senate
9 fiscal agencies by July 1, 2015. The report shall include a list of
10 all actions and program changes taken to implement the expedited
11 permitting program and which programs have implemented the
12 expedited permitting program.

13 Sec. 231. The department shall maintain, on a publicly
14 accessible website, a department scorecard that identifies, tracks,
15 and regularly updates key metrics that are used to monitor and
16 improve the agency's performance.

17 Sec. 233. The department shall not issue a request for
18 proposal (RFP) for a contract in excess of \$5,000,000.00, unless
19 the department has first considered issuing a request for
20 information (RFI) or a request for qualification (RFQ) relative to
21 that contract to better enable the department to learn more about
22 the market for the products or services that are the subject of the
23 future RFP. The department shall notify the department of
24 technology, management, and budget of the evaluation process used
25 to determine if an RFI or RFQ was not necessary prior to issuing
26 the RFP.

27 Sec. 234. Total authorized appropriations from all sources

1 under part 1 for legacy costs for the fiscal year ending September
2 30, 2015 are \$34,046,600.00. From this amount, total agency
3 appropriations for pension-related legacy costs are estimated at
4 \$19,029,300.00. Total agency appropriations for retiree health care
5 legacy costs are estimated at \$15,017,300.00.

6 **REMEDIATION DIVISION**

7 Sec. 301. Revenues remaining in the interdepartmental
8 transfers, laboratory services at the end of the fiscal year shall
9 carry forward into the succeeding fiscal year.

10 Sec. 302. The unexpended funds appropriated in part 1 for
11 emergency cleanup actions, the environmental cleanup and
12 redevelopment program, and the refined petroleum product cleanup
13 program are considered work project appropriations and any
14 unencumbered or unallotted funds are carried forward into the
15 succeeding fiscal year. The following is in compliance with section
16 451a(1) of the management and budget act, 1984 PA 431, MCL
17 18.1451a:

18 (a) The purpose of the projects to be carried forward is to
19 provide contaminated site cleanup.

20 (b) The projects will be accomplished by contract.

21 (c) The total estimated cost of all projects is identified in
22 each line-item appropriation.

23 (d) The tentative completion date is September 30, 2019.

24 Sec. 303. Effective October 1, 2014, surplus funds not to
25 exceed \$1,000,000.00 in the cleanup and redevelopment trust fund
26 are appropriated to the environmental protection fund created in

1 section 503a of the natural resources and environmental protection
2 act, 1994 PA 451, MCL 324.503a.

3 Sec. 304. Effective October 1, 2014, surplus funds not to
4 exceed \$1,000,000.00 in the community pollution prevention fund
5 created in section 3f of 1976 IL 1, MCL 445.573f, are appropriated
6 to the environmental protection fund created in section 503a of the
7 natural resources and environmental protection act, 1994 PA 451,
8 MCL 324.503a.

9 Sec. 305. It is the intent of the legislature to repay the
10 refined petroleum fund for the \$70,000,000.00 that was transferred
11 to the environmental protection fund created in section 503a of the
12 natural resources and environmental protection act, 1994 PA 451,
13 MCL 324.503a, as part of the resolution for the fiscal year 2006-
14 2007 budget.

15 Sec. 306. (1) The funds appropriated in part 1 for the refined
16 petroleum product cleanup program shall be used to fund cleanup
17 activities on the following sites:

18 Site Name	County
19 Laughing Whitefish Trading Post	Alger
20 Geib Oil Company	Allegan
21 Bob-A-Lu Market	Alpena
22 Kihn's Suprette	Alpena
23 Schultz's Market and Gas	Alpena
24 Frankfort Station	Benzie
25 Nyes Shell Service	Berrien
26 Streffling Oil Co.	Berrien
27 Streffling Oil Galien Pro Quick Mart	Berrien

1	Clark #768 (Albion)	Calhoun
2	Pioneer Auto Truck Stops	Calhoun
3	Te-Khi Truck Auto Plaza Inc.	Calhoun
4	J.J.'s General Store	Charlevoix
5	Donald Johnson	Cheboygan
6	Jack's Auto Repair	Cheboygan
7	Rex Oil & Gas	Cheboygan
8	The Depot	Clare
9	Alexander Towing	Crawford
10	Bob's Marathon	Eaton
11	Maeward Inc. (Fabrications Plus, LLC)	Eaton
12	Odyssey House, Flint	Genesee
13	Sunshine Foods #119 Burton	Genesee
14	Taber's Oil Co., Inc.	Genesee
15	Estey Service Station	Gladwin
16	Jim's Automotive	Gladwin
17	Winegar's Trading Post	Gladwin
18	Wilson's Grocery	Gratiot
19	Bilcor Plastics	Hillsdale
20	Engelhardt Petroleum, Inc. Gas Station	Huron
21	Action Auto Inc.	Ingham
22	Action Auto Store #30	Ingham
23	Clark Station #1995	Ingham
24	Graham Oil Bulk Plant	Iosco
25	McDonald's Crosstown Service	Kalamazoo
26	Davis Country Corners	Kalkaska
27	1515 Madison Avenue SE	Kent

1	MSI #635	Kent
2	E.J. Green	Lapeer
3	Fred & Margaret Munger/Sunoco	Lapeer
4	Market 103	Lapeer
5	Lakeside Resort and Party Store	Leelanau
6	Ralph Herman Farm	Leelanau
7	Teds Standard Service (former)	Leelanau
8	A-1 Auto Parts	Lenawee
9	Blissfield Marathon	Lenawee
10	C & J Service (H. Jerry Powelka)	Lenawee
11	Clayton Corners	Lenawee
12	Darwins Truck & Auto Service	Lenawee
13	The Pit	Livingston
14	Slagg's Auto Service	Mackinac
15	White Star Tavern	Manistee
16	Quick Lube	Mason
17	216 Millbrook, Mecosta	Mecosta
18	Purcell Property	Mecosta
19	Dutch Hutch	Missaukee
20	Alexander's Full Service	Newaygo
21	DOC Optical	Oakland
22	Speed-E-Mart (former)	Oakland
23	Wells Oil, 281 N. Shelby Rd.	Oceana
24	William Crawford Property	Oceana
25	Andy's Standard	Osceola
26	Chuck's Corner	Osceola
27	Hersey Party Store	Osceola

1	West Otsego Lake Grocery	Otsego
2	Onaway Tax Service	Presque Isle
3	Radio Tavern	Presque Isle
4	Vince's Sunoco	Presque Isle
5	Winterhawk General Store	Presque Isle
6	Thomas White Property	Roscommon
7	Chapin General Store	Saginaw
8	Clark #1072	Saginaw
9	Iva General Store	Saginaw
10	M & K Investment Group LLC	Saginaw
11	State Wide Expanded Triage	Statewide
12	Imlay City Gas & Oil	Tuscola
13	Mr. C's Service	Tuscola
14	Broekhutzen Produce	Van Buren
15	Jimmie's Filling Station	Washtenaw
16	1801 S. Fort Street (Sunoco #0008-6520)	Wayne
17	3901 Mt. Elliot, former service station	Wayne
18	Anmas Inc.	Wayne
19	Cal's Car Care, Incorporated - BTEX	Wayne

20 (2) The department shall provide a report to the legislature
21 on the amount actually spent at each site listed in subsection (1)
22 and give a detailed account of the work actually performed at each
23 site.

24 Sec. 309. The unexpended funds appropriated in part 1 for the
25 brownfield grant program are considered work project appropriations
26 and any unencumbered or unallotted funds are carried forward into
27 the succeeding fiscal year. The following is in compliance with

1 section 451a(1) of the management and budget act, 1984 PA 431, MCL
2 18.1451a:

3 (a) The purpose of the projects to be carried forward is to
4 provide contaminated site cleanup.

5 (b) The projects will be accomplished by contract.

6 (c) The total estimated cost of all projects is \$5,500,000.00.

7 (d) The tentative completion date is September 30, 2019.

8 Sec. 310. (1) Upon approval by the state budget director, the
9 department may expend from the general fund of the state an amount
10 to meet the cash-flow requirements of projects funded under any of
11 the following that are financed from bond proceeds and for which
12 bonds have been authorized but not yet issued:

13 (a) Part 52 of the natural resources and environmental
14 protection act, 1994 PA 451, MCL 324.5201 to 324.5206.

15 (b) Part 193 of the natural resources and environmental
16 protection act, 1994 PA 451, MCL 324.19301 to 324.19306.

17 (c) Part 196 of the natural resources and environmental
18 protection act, 1994 PA 451, MCL 324.19601 to 324.19616.

19 (2) Upon the sale of bonds for projects described in
20 subsection (1), the department shall credit the general fund of the
21 state an amount equal to that expended from the general fund.

22 **WATER RESOURCES DIVISION**

23 Sec. 401. From the funds appropriated in part 1 for the
24 aquatic nuisance control program, not less than \$700,000.00 and 5.0
25 FTEs shall be allocated to support the permit review program within
26 the aquatic nuisance control program. The department shall report

House Bill No. 5313 (H-1) as amended May 6, 2014

1 to the house and senate appropriations subcommittees on
 2 environmental quality and the house and senate fiscal agencies by
 3 September 30, 2015 on the use of this funding and the number of
 4 permit applications processed by the program in 2015.

5 Sec. 402. From the funds appropriated in part 1 for the water
 6 [quality and use initiative/general line item, funding shall also be]

7
 8
 9
 10 allocated to enhance the department's water use assessment tool.
 11 The department shall produce a report detailing a comprehensive
 12 plan for the use of the water quality and use initiative funding
 13 appropriated in part 1 and identifying the amount of expenditures
 14 for specific programs made from the [water quality and use
 initiative/general line item, the real-time beach monitoring program line
 item, and the wetlands program line item]. The report shall be
 15 submitted to the chairpersons of the senate and house of
 16 representatives appropriations subcommittees on environmental
 17 quality and the senate and house fiscal agencies by September 30,
 18 2015.

19 Sec. 405. If a certified health department does not exist in a
 20 city, county, or district or does not fulfill its responsibilities
 21 under part 117 of the natural resources and environmental
 22 protection act, 1994 PA 451, MCL 324.11701 to 324.11720, then the
 23 department may spend funds appropriated in part 1 under the septage
 24 waste compliance program in accordance with section 11716 of the
 25 natural resources and environmental protection act, 1994 PA 451,
 26 MCL 324.11716.

LAIR QUALITY DIVISION

Sec. 501. (1) Of the funds appropriated in part 1 for the air
 quality program, \$1,000,000.00 shall be used by the department to
 distribute as grants to businesses in Michigan that have been financially
 harmed by the application of the United States environmental protection
 agency 1995 temporary policy position commonly known as "once in, always
 in." The department shall give preference to businesses located in
 Oceana County.

(2) Any amount of the grant funding referenced in subsection (1)
 that is not expended by September 30, 2015 shall lapse to the state
 general fund/general purpose account.

Sec. 502. The department shall not assess additional penalties
 under part 55 of the natural resources and environmental protection act,
 1994 PA 451, MCL 324.5501 to 324.5542, for violations that occurred under
 a previous owner unless compelled by a consent order or judgment, or
 other legal requirement.]

1 **RESOURCE MANAGEMENT DIVISION**

2 Sec. 601. From the funds appropriated in part 1, the
3 department shall conduct a study on the establishment of a
4 statewide septic code.

5 Sec. 602. (1) The department is encouraged to use available
6 pollution prevention funds and work with local public health
7 departments, the department of agriculture and rural development,
8 and the United States department of agriculture to maintain and
9 expand programs for the safe disposal of hazardous household
10 chemicals and prescription drugs.

11 (2) The department shall report to the house and senate
12 appropriations subcommittees on environmental quality and the house
13 and senate fiscal agencies by March 1, 2015 on clean sweep
14 locations in this state and on factors affecting program success
15 and expansion including funding requirements.

16 Sec. 603. From the funds appropriated in part 1, the
17 department shall compile and make available to the public on a
18 publicly accessible website by December 31, 2014 a report
19 containing the asset management plans of the local units of
20 government for all previously awarded stormwater, asset management,
21 and wastewater grants. A local unit of government obtaining a
22 stormwater, asset management, and wastewater grant shall submit to
23 the department its asset management plan by December 31 of the year
24 it was completed. As a condition of receiving a stormwater, asset
25 management, or wastewater grant, a local unit of government must
26 agree to allow the department to make the plan available to the
27 public. The department shall make each asset management plan

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conference.

Sec. 1202. It is the intent of the legislature that the department identify the amounts for normal retirement costs and legacy retirement costs for the fiscal year ending on September 30, 2016 for the line items listed in part 1.

ARTICLE VIII

GENERAL GOVERNMENT

PART I

LINE-ITEM APPROPRIATIONS

Sec. 101. There is appropriated for the legislature, the executive, the department of attorney general, the department of state, the department of treasury, the department of technology, management, and budget, the department of civil rights, and certain state purposes related thereto, for the fiscal year ending September 30, 2015, from the following funds:

TOTAL GENERAL GOVERNMENT

APPROPRIATION SUMMARY

Full-time equated unclassified positions	44.0	
Full-time equated classified positions	7,684.2	
GROSS APPROPRIATION		\$ [4,664,419,800]
Interdepartmental grant revenues:		
Total interdepartmental grants and intradepartmental transfers		740,374,200
ADJUSTED GROSS APPROPRIATION		\$ [3,924,045,600]
Federal revenues:		

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1	Total federal revenues.....	689,103,500
2	Special revenue funds:	
3	Total local revenues.....	9,969,700
4	Total private revenues.....	6,287,200
5	Total other state restricted revenues.....	[2,071,934,000]
6	State general fund/general purpose.....	\$ [1,146,751,200]

7 **Sec. 102. DEPARTMENT OF ATTORNEY GENERAL**

8 **(1) APPROPRIATION SUMMARY**

9	Full-time equated unclassified positions.....	6.0
10	Full-time equated classified positions.....	513.5
11	GROSS APPROPRIATION.....	\$ 90,822,300

12	Interdepartmental grant revenues:	
13	Total interdepartmental grants and intradepartmental	
14	transfers	27,783,800
15	ADJUSTED GROSS APPROPRIATION.....	\$ 63,038,500

16	Federal revenues:	
17	Total federal revenues.....	9,857,200
18	Special revenue funds:	
19	Total local revenues.....	0
20	Total private revenues.....	0
21	Total other state restricted revenues.....	17,914,200
22	State general fund/general purpose.....	\$ 35,267,100

23 **(2) ATTORNEY GENERAL OPERATIONS**

24	Full-time equated unclassified positions.....	6.0
25	Full-time equated classified positions.....	513.5
26	Attorney general.....	\$ 112,500

1	Unclassified positions--5.0 FTE positions	724,700
2	Attorney general operations--475.5 FTE positions	82,072,700
3	Child support enforcement--25.0 FTE positions	3,445,000
4	Prosecuting attorneys coordinating council--12.0 FTE	
5	positions	2,106,100
6	Public safety initiative--1.0 FTE positions	<u>904,300</u>
7	GROSS APPROPRIATION.....	\$ 89,365,300
8	Appropriated from:	
9	Interdepartmental grant revenues:	
10	IDG from MDCH, health policy.....	203,300
11	IDG from MDCH, medical services administration.....	523,000
12	IDG from MDCH, WIC.....	94,800
13	IDG from department of corrections.....	649,100
14	IDG from MDE.....	389,700
15	IDG from MDEQ.....	2,174,000
16	IDG from MDHS.....	5,829,700
17	IDG from Michigan state housing development authority	664,900
18	IDG from MDLARA, children's protection registry.....	44,300
19	IDG from MDLARA, financial and insurance services....	1,377,000
20	IDG from MDLARA, fireworks safety fund.....	81,600
21	IDG from MDLARA, health professions.....	2,984,600
22	IDG from MDLARA, licensing and regulation fees.....	243,100
23	IDG from MDLARA, Michigan occupational safety and	
24	health administration	106,000
25	IDG from MDLARA, remonumentation fees.....	104,500
26	IDG from MDLARA, unlicensed builders.....	181,600
27	IDG from MDMVA.....	161,900

1	IDG from MDOT, comprehensive transportation fund.....	200,900
2	IDG from MDOT, state aeronautics fund.....	174,400
3	IDG from MDOT, state trunkline fund.....	2,387,000
4	IDG from MDSP.....	352,700
5	IDG from MDSP, Michigan justice training fund.....	162,900
6	IDG from MDTMB.....	255,800
7	IDG from MDTMB, civil service commission.....	300,600
8	IDG from MDTMB, risk management revolving fund.....	1,442,900
9	IDG from MSF, workforce development agency.....	88,000
10	IDG from treasury.....	6,429,700
11	IDG from treasury, Michigan strategic fund.....	175,800
12	Federal revenues:	
13	DAG, state administrative match grant/food stamps....	434,500
14	Federal funds.....	3,035,300
15	HHS, medical assistance, medigant.....	678,200
16	HHS-OS, state Medicaid fraud control units.....	5,590,000
17	National criminal history improvement program.....	119,200
18	Special revenue funds:	
19	Antitrust enforcement collections.....	749,400
20	Attorney general's operations fund.....	1,213,000
21	Auto repair facilities fees.....	321,800
22	Franchise fees.....	375,900
23	Game and fish protection fund.....	838,000
24	Liquor purchase revolving fund.....	1,434,300
25	Manufactured housing fees.....	246,200
26	Merit award trust fund.....	487,300
27	Michigan employment security act - administrative fund	2,202,500

1	Prisoner reimbursement.....	614,400
2	Prosecuting attorneys training fees.....	405,300
3	Public utility assessments.....	2,141,300
4	Real estate enforcement fund.....	499,000
5	Reinstatement fees.....	215,100
6	Retirement funds.....	1,024,200
7	Second injury fund.....	807,500
8	Self-insurers security fund.....	561,400
9	Silicosis and dust disease fund.....	221,700
10	State building authority revenue.....	118,800
11	State casino gaming fund.....	1,829,600
12	State lottery fund.....	339,100
13	Utility consumers fund.....	767,600
14	Waterways fund.....	137,600
15	Worker's compensation administrative revolving fund..	363,200
16	State general fund/general purpose.....	\$ 33,810,100
17	(3) INFORMATION TECHNOLOGY	
18	Information technology services and projects.....	\$ <u>1,457,000</u>
19	GROSS APPROPRIATION.....	\$ 1,457,000
20	Appropriated from:	
21	State general fund/general purpose.....	\$ 1,457,000
22	Sec. 103. DEPARTMENT OF CIVIL RIGHTS	
23	(1) APPROPRIATION SUMMARY	
24	Full-time equated unclassified positions.....	6.0
25	Full-time equated classified positions.....	127.0
26	GROSS APPROPRIATION.....	\$ 16,181,700

1	Interdepartmental grant revenues:	
2	Total interdepartmental grants and intradepartmental	
3	transfers	288,900
4	ADJUSTED GROSS APPROPRIATION.....	\$ 15,892,800
5	Federal revenues:	
6	Total federal revenues.....	2,736,500
7	Special revenue funds:	
8	Total local revenues.....	0
9	Total private revenues.....	18,700
10	Total other state restricted revenues.....	151,900
11	State general fund/general purpose.....	\$ 12,985,700
12	(2) CIVIL RIGHTS OPERATIONS	
13	Full-time equated unclassified positions.....	6.0
14	Full-time equated classified positions.....	127.0
15	Unclassified positions--6.0 FTE positions.....	\$ 724,700
16	Civil rights operations--119.0 FTE positions.....	13,629,300
17	Division on deaf and hard of hearing--6.0 FTE	
18	positions	785,600
19	Hispanic/Latino commission of Michigan--1.0 FTE	
20	positions	255,600
21	Asian Pacific American affairs commission--1.0 FTE	
22	positions	<u>110,800</u>
23	GROSS APPROPRIATION.....	\$ 15,506,000
24	Appropriated from:	
25	Interdepartmental grant revenues:	
26	IDG from DTMB.....	288,900
27	Federal revenues:	

1	EEOC, state and local antidiscrimination agency	
2	contracts	1,199,200
3	HUD, grant.....	1,522,300
4	Special revenue funds:	
5	Private revenues.....	18,700
6	Division on deafness fund.....	93,400
7	State restricted indirect funds.....	58,500
8	State general fund/general purpose.....	\$ 12,325,000
9	(3) INFORMATION TECHNOLOGY	
10	Information technology services and projects.....	\$ <u>675,700</u>
11	GROSS APPROPRIATION.....	\$ 675,700
12	Appropriated from:	
13	Federal revenues:	
14	EEOC, state and local antidiscrimination agency	
15	contracts	15,000
16	State general fund/general purpose.....	\$ 660,700
17	Sec. 104. EXECUTIVE OFFICE	
18	(1) APPROPRIATION SUMMARY	
19	Full-time equated unclassified positions.....	10.0
20	Full-time equated classified positions.....	78.2
21	GROSS APPROPRIATION.....	\$ 5,916,100
22	Interdepartmental grant revenues:	
23	Total interdepartmental grants and intradepartmental	
24	transfers	0
25	ADJUSTED GROSS APPROPRIATION.....	\$ 5,916,100
26	Federal revenues:	

1	Total federal revenues.....		0
2	Special revenue funds:		
3	Total local revenues.....		0
4	Total private revenues.....		0
5	Total other state restricted revenues.....		0
6	State general fund/general purpose.....	\$	5,916,100
7	(2) EXECUTIVE OFFICE OPERATIONS		
8	Full-time equated unclassified positions.....	10.0	
9	Full-time equated classified positions.....	78.2	
10	Governor.....	\$	159,300
11	Lieutenant governor.....		111,600
12	Executive office--78.2 FTE positions.....		4,387,900
13	Unclassified positions--8.0 FTE positions.....		<u>1,257,300</u>
14	GROSS APPROPRIATION.....	\$	5,916,100
15	Appropriated from:		
16	State general fund/general purpose.....	\$	5,916,100
17	Sec. 105. LEGISLATURE		
18	(1) APPROPRIATION SUMMARY		
19	GROSS APPROPRIATION.....	\$	153,689,300
20	Interdepartmental grant revenues:		
21	Total interdepartmental grants and intradepartmental		
22	transfers		5,220,700
23	ADJUSTED GROSS APPROPRIATION.....	\$	148,468,600
24	Federal revenues:		
25	Total federal revenues.....		0
26	Special revenue funds:		

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1	Total local revenues.....		0
2	Total private revenues.....		400,000
3	Total other state restricted revenues.....		[3,110,600]
4	State general fund/general purpose.....	\$	[144,958,000]
5	(2) LEGISLATURE		
6	Senate.....	\$	32,150,600
7	Senate automated data processing.....		2,541,600
8	Senate fiscal agency.....		3,580,200
9	House of representatives.....		49,446,200
10	House automated data processing.....		2,017,800
11	House fiscal agency.....		<u>3,580,200</u>
12	GROSS APPROPRIATION.....	\$	93,316,600
13	Appropriated from:		
14	State general fund/general purpose.....	\$	93,316,600
15	(3) LEGISLATIVE COUNCIL		
16	Legislative council.....	\$	10,927,800
17	Legislative service bureau automated data processing .		1,371,200
18	Worker's compensation.....		145,500
19	National association dues.....		437,100
20	Legislative corrections ombudsman.....		<u>700,900</u>
21	GROSS APPROPRIATION.....	\$	13,582,500
22	Appropriated from:		
23	Special revenue funds:		
24	Private - gifts and bequests revenues.....		400,000
25	State general fund/general purpose.....	\$	13,182,500
26	(4) LEGISLATIVE RETIREMENT SYSTEM		
27	General nonretirement expenses.....	\$	<u>4,717,000</u>

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1	GROSS APPROPRIATION.....	\$	4,717,000
2	Appropriated from:		
3	Special revenue funds:		
4	Court fees.....		1,109,800
5	State general fund/general purpose.....	\$	3,607,200
6	(5) PROPERTY MANAGEMENT		
7	Cora Anderson building.....	\$	10,667,000
8	Farnum building and other properties.....		<u>2,662,200</u>
9	GROSS APPROPRIATION.....	\$	13,329,200
10	Appropriated from:		
11	State general fund/general purpose.....	\$	13,329,200
12	(6) STATE CAPITOL HISTORIC SITE		
13	General operations.....	\$	3,985,200
14	Restoration, renewal, and maintenance.....		<u>3,000,000</u>
15	GROSS APPROPRIATION.....	\$	6,985,200
16	Appropriated from:		
17	Special revenue funds:		
18	[]
19	State general fund/general purpose.....	\$	[6,985,200]
20	(7) OFFICE OF THE AUDITOR GENERAL		
21	Unclassified positions.....	\$	329,400
22	Field operations.....		<u>21,429,400</u>
23	GROSS APPROPRIATION.....	\$	21,758,800
24	Appropriated from:		
25	Interdepartmental grant revenues:		
26	IDG from MDOT, comprehensive transportation fund.....		37,400
27	IDG from MDOT, Michigan transportation fund.....		303,500

1	IDG from MDOT, state aeronautics fund.....	29,100
2	IDG from MDOT, state trunkline fund.....	704,900
3	IDG, single audit act.....	2,799,200
4	IDG, commercial mobile radio system emergency	
5	telephone fund	35,400
6	IDG, contract audit administration fees.....	39,800
7	IDG, deferred compensation funds.....	52,200
8	IDG, Michigan finance authority.....	317,800
9	IDG, Michigan economic development corporation.....	92,500
10	IDG, Michigan education trust fund.....	68,000
11	IDG, Michigan strategic fund.....	162,500
12	IDG, office of retirement services.....	209,800
13	IDG, other restricted funding sources.....	368,600
14	Special revenue funds:	
15	21st century jobs trust fund.....	92,500
16	Brownfield development fund.....	27,100
17	Clean Michigan initiative implementation bond fund...	52,300
18	Fee adequacy, air quality delegated authority.....	13,400
19	Game and fish protection fund.....	30,100
20	Legislative retirement system.....	28,000
21	MDTMB, civil service commission.....	159,700
22	MDLARA, liquor purchase revolving fund.....	27,500
23	Michigan justice training commission fund.....	39,300
24	Michigan state housing development authority fees....	109,100
25	Michigan veterans' trust fund.....	34,100
26	Motor transport revolving fund.....	7,200
27	Office services revolving fund.....	9,600

1	State disbursement unit, office of child support	55,200
2	State services fee fund.....	1,304,800
3	Waterways fund.....	10,900
4	State general fund/general purpose.....	\$ 14,537,300
5		
6	Sec. 106. DEPARTMENT OF STATE	
7	(1) APPROPRIATION SUMMARY	
8	Full-time equated unclassified positions..... 6.0	
9	Full-time equated classified positions..... 1,579.0	
10	GROSS APPROPRIATION.....	\$ 223,281,500
11	Interdepartmental grant revenues:	
12	Total interdepartmental grants and intradepartmental	
13	transfers	20,000,000
14	ADJUSTED GROSS APPROPRIATION.....	\$ 203,281,500
15	Total federal revenues.....	1,460,000
16	Special revenue funds:	
17	Total local revenues.....	0
18	Total private revenues.....	100
19	Total other state restricted revenues.....	184,713,200
20	State general fund/general purpose.....	\$ 17,108,200
21	(2) EXECUTIVE DIRECTION	
22	Full-time equated unclassified positions..... 6.0	
23	Full-time equated classified positions..... 30.0	
24	Secretary of state.....	\$ 112,500
25	Unclassified positions--5.0 FTE positions.....	724,700
26	Operations--30.0 FTE positions.....	<u>4,306,800</u>
27	GROSS APPROPRIATION.....	\$ 5,144,000

1	Appropriated from:	
2	Special revenue funds:	
3	Auto repair facilities fees.....	69,200
4	Driver fees.....	277,900
5	Enhanced driver license and enhanced official state	
6	personal identification card fund.....	212,900
7	Expedient service fees.....	66,800
8	Parking ticket court fines.....	9,300
9	Personal identification card fees.....	32,300
10	Reinstatement fees - operator licenses.....	250,700
11	Transportation administration collection fund.....	2,506,500
12	Vehicle theft prevention fees.....	40,700
13	State general fund/general purpose.....	\$ 1,677,700
14	(3) DEPARTMENT SERVICES	
15	Full-time equated classified positions..... 159.0	
16	Operations--159.0 FTE positions.....	\$ <u>30,301,400</u>
17	GROSS APPROPRIATION.....	\$ 30,301,400
18	Appropriated from:	
19	Special revenue funds:	
20	Abandoned vehicle fees.....	481,900
21	Auto repair facilities fees.....	1,608,700
22	Driver fees.....	1,578,700
23	Driver improvement course fees.....	309,200
24	Enhanced driver license and enhanced official state	
25	personal identification card fund.....	546,200
26	Expedient service fees.....	274,100
27	Marine safety fund.....	84,300

1	Personal identification card fees.....		191,600
2	Reinstatement fees - operator licenses.....		1,290,000
3	Scrap tire fund.....		77,300
4	Transportation administration collection fund.....		22,225,900
5	Vehicle theft prevention fees.....		629,900
6	State general fund/general purpose.....	\$	1,003,600
7	(4) LEGAL SERVICES		
8	Full-time equated classified positions.....	33.0	
9	Operations--33.0 FTE positions.....		\$ <u>7,117,300</u>
10	GROSS APPROPRIATION.....		\$ 7,117,300
11	Appropriated from:		
12	Special revenue funds:		
13	Auto repair facilities fees.....		1,449,100
14	Driver education provider and instructor fund.....		25,500
15	Driver fees.....		934,900
16	Enhanced driver license and enhanced official state		
17	personal identification card fund.....		90,800
18	Personal identification card fees.....		60,900
19	Reinstatement fees - operator licenses.....		716,300
20	Transportation administration collection fund.....		3,362,300
21	Vehicle theft prevention fees.....		465,300
22	State general fund/general purpose.....	\$	12,200
23	(5) CUSTOMER DELIVERY SERVICES		
24	Full-time equated classified positions.....	1,312.0	
25	Branch operations--923.5 FTE positions.....		\$ 84,046,300
26	Central operations--369.5 FTE positions.....		47,680,700
27	Commemorative license plates--14.0 FTE positions.....		1,897,300

1	Credit and debit assessment services	5,000,000
2	Motorcycle safety education administration--2.0 FTE	
3	positions	330,100
4	Motorcycle safety education grants	1,800,000
5	Organ donor program	129,100
6	Specialty license plates--3.0 FTE positions	<u>750,000</u>
7	GROSS APPROPRIATION	\$ 141,633,500
8	Appropriated from:	
9	Interdepartmental grant revenues:	
10	IDG from MDOT, Michigan transportation fund	20,000,000
11	Federal revenues:	
12	Federal funds	1,460,000
13	Special revenue funds:	
14	Private funds	100
15	Abandoned vehicle fees	204,800
16	Auto repair facilities fees	1,734,600
17	Child support clearance fees	364,100
18	Credit and debit assessment service fee revenue	5,000,000
19	Driver education provider and instructor fund	49,600
20	Driver fees	25,852,100
21	Driver improvement course fund	1,248,400
22	Enhanced driver license and enhanced official state	
23	personal identification card fund	7,691,800
24	Expedient service fees	2,608,200
25	Marine safety fund	1,394,600
26	Michigan state police auto theft fund	123,700
27	Mobile home commission fees	508,200

1	Motorcycle safety fund.....		1,830,100
2	Off-road vehicle title fees.....		167,300
3	Parking ticket court fines.....		1,632,600
4	Personal identification card fees.....		2,278,500
5	Recreation passport fee revenue.....		1,000,000
6	Reinstatement fees - operator licenses.....		2,362,100
7	Snowmobile registration fee revenue.....		390,600
8	Thomas Daley gift of life fund.....		50,000
9	Transportation administration collection fund.....		59,534,900
10	Vehicle theft prevention fees.....		743,600
11	State general fund/general purpose.....	\$	3,403,600
12	(6) ELECTION REGULATION		
13	Full-time equated classified positions.....	45.0	
14	Election administration and services--45.0 FTE		
15	positions	\$	7,100,300
16	County clerk education and training fund.....		100,000
17	Fees to local units.....		<u>109,800</u>
18	GROSS APPROPRIATION.....	\$	7,310,100
19	Appropriated from:		
20	Special revenue funds:		
21	Notary education and training fund.....		100,000
22	Notary fee fund.....		344,100
23	State general fund/general purpose.....	\$	6,866,000
24	(7) DEPARTMENTWIDE APPROPRIATIONS		
25	Building occupancy charges/rent.....	\$	9,540,700
26	Worker's compensation.....		<u>264,600</u>
27	GROSS APPROPRIATION.....	\$	9,805,300

1	Appropriated from:	
2	Special revenue funds:	
3	Auto repair facilities fees.....	134,300
4	Driver fees.....	711,400
5	Enhanced driver license and enhanced official state	
6	personal identification card fund.....	26,200
7	Parking ticket court fines.....	445,000
8	Transportation administration collection fund.....	5,909,700
9	State general fund/general purpose.....	\$ 2,578,700
10	(8) INFORMATION TECHNOLOGY	
11	Information technology services and projects.....	\$ <u>21,969,900</u>
12	GROSS APPROPRIATION.....	\$ 21,969,900
13	Appropriated from:	
14	Special revenue funds:	
15	Administrative order processing fee.....	11,700
16	Auto repair facilities fees.....	190,200
17	Driver fees.....	788,300
18	Enhanced driver license and enhanced official state	
19	personal identification card fund.....	269,800
20	Expedient service fees.....	1,086,300
21	Parking ticket court fines.....	87,600
22	Personal identification card fees.....	171,900
23	Reinstatement fees - operator licenses.....	593,000
24	Transportation administration collection fund.....	17,023,500
25	Vehicle theft prevention fees.....	181,200
26	State general fund/general purpose.....	\$ 1,566,400

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1 **Sec. 107. DEPARTMENT OF TECHNOLOGY, MANAGEMENT, AND**2 **BUDGET**3 **(1) APPROPRIATION SUMMARY**

4 Full-time equated unclassified positions..... 6.0

5 Full-time equated classified positions..... 2,817.0

6 GROSS APPROPRIATION..... \$ [1,260,060,100]

7 Interdepartmental grant revenues:

8 Total interdepartmental grants and intradepartmental

9 transfers 677,671,700

10 ADJUSTED GROSS APPROPRIATION..... \$ [582,388,400]

11 Federal revenues:

12 Total federal revenues..... 7,974,100

13 Special revenue funds:

14 Total local revenues..... 3,553,700

15 Total private revenues..... 190,400

16 Total other state restricted revenues..... 94,322,000

17 State general fund/general purpose..... \$ [476,348,200]

18 **(2) EXECUTIVE DIRECTION**

19 Full-time equated unclassified positions..... 6.0

20 Full-time equated classified positions..... 12.0

21 Unclassified positions--6.0 FTE positions..... \$ 824,600

22 Executive operations--12.0 FTE positions..... 2,269,800

23 GROSS APPROPRIATION..... \$ 3,094,400

24 Appropriated from:

25 Interdepartmental grant revenues:

26 IDG from building occupancy and parking charges 207,500

27 IDG from technology user fees 1,918,700

1	Special revenue funds:		
2	Special revenue, internal service, and pension trust		
3	funds		300,000
4	State general fund/general purpose	\$	668,200
5	(3) DEPARTMENT SERVICES		
6	Full-time equated classified positions.....	708.5	
7	Administrative services--132.5 FTE positions	\$	17,611,900
8	Budget and financial management--135.0 FTE positions .		17,667,800
9	Office of the state employer--23.0 FTE positions		3,374,400
10	Design and construction services--40.0 FTE positions .		6,388,900
11	Business support services--91.0 FTE positions		10,476,400
12	Building operation services--210.0 FTE positions		91,352,000
13	Building occupancy charges, rent, and utilities		6,862,800
14	Motor vehicle fleet--35.0 FTE positions		67,669,300
15	Information technology services and projects		29,574,700
16	Bureau of labor market information and strategies--		
17	42.0 FTE positions		<u>5,387,200</u>
18	GROSS APPROPRIATION	\$	256,365,400
19	Appropriated from:		
20	Interdepartmental grant revenues:		
21	IDG from accounting service centers user charges		2,690,800
22	IDG from building occupancy and parking charges		93,505,200
23	IDG from MDCH		482,900
24	IDG from MDHS		213,500
25	IDG from MDLARA		100,000
26	IDG from motor transport fund		67,669,300
27	IDG from technology user fees		7,949,100

1	IDG from user fees.....		6,703,600
2	Federal revenues:		
3	Federal funds.....		4,905,000
4	Special revenue funds:		
5	Local - MPSCS subscriber and maintenance fees.....		20,800
6	Deferred compensation.....		2,600
7	Health management funds.....		2,176,900
8	MAIN user charges.....		4,434,600
9	Pension trust funds.....		7,427,000
10	Special revenue, internal service, and pension trust		
11	funds		16,845,100
12	State restricted indirect funds.....		3,383,900
13	State general fund/general purpose.....	\$	37,855,100
14	(4) TECHNOLOGY SERVICES		
15	Full-time equated classified positions.....	1,474.5	
16	Education services--29.0 FTE positions.....		\$ 4,108,700
17	Health and human services--617.5 FTE positions.....		285,947,700
18	Public protection--154.5 FTE positions.....		50,407,600
19	Resources services--146.5 FTE positions.....		19,254,400
20	Transportation services--89.5 FTE positions.....		30,446,000
21	General services--324.5 FTE positions.....		90,562,100
22	Enterprisewide information technology investment		
23	projects		1,800,000
24	General government and public safety information		
25	technology investment projects.....		6,900,000
26	Health and human services information technology		
27	investment projects		4,300,000

1	MAIN system replacement information technology	
2	investment project.	48,000,000
3	Homeland security initiative/cyber security--13.0 FTE	
4	positions	9,068,200
5	Michigan public safety communication system--100.0 FTE	
6	positions	<u>41,859,000</u>
7	GROSS APPROPRIATION.....	\$ 592,693,700
8	Appropriated from:	
9	Interdepartmental grant revenues:	
10	IDG from technology user fees.....	480,726,500
11	Special revenue funds:	
12	Local - MPSCS subscriber and maintenance fees	2,212,100
13	State general fund/general purpose.....	\$ 109,715,100
14	(5) STATEWIDE APPROPRIATIONS	
15	Professional development fund - AFSCME.....	\$ 50,000
16	Professional development fund - MPE, SEIU, scientific,	
17	and engineering unit	125,000
18	Professional development fund - NERE.....	200,000
19	Professional development fund - UAW.....	<u>720,000</u>
20	GROSS APPROPRIATION.....	\$ 1,095,000
21	Appropriated from:	
22	Interdepartmental grant revenues:	
23	IDG from employer contributions.....	1,095,000
24	State general fund/general purpose.....	\$ 0
25	(6) SPECIAL PROGRAMS	
26	Full-time equated classified positions.....	176.0
27	Building occupancy charges - property management	

1	services for executive/legislative building		
2	occupancy	\$	1,124,600
3	Retirement services--162.0 FTE positions		25,983,700
4	Office of children's ombudsman--14.0 FTE positions ...		1,771,800
5	Public private partnership		<u>1,500,000</u>
6	GROSS APPROPRIATION	\$	30,380,100
7	Appropriated from:		
8	Special revenue funds:		
9	Deferred compensation		1,542,400
10	Pension trust funds		19,196,500
11	Public private partnership investment fund		1,500,000
12	State general fund/general purpose	\$	8,141,200
13	(7) STATE BUILDING AUTHORITY RENT		
14	State building authority rent - state agencies	\$	58,405,800
15	State building authority rent - department of		
16	corrections		44,879,900
17	State building authority rent - universities		124,825,300
18	State building authority rent - community colleges ...		<u>26,459,600</u>
19	GROSS APPROPRIATION	\$	254,570,600
20	Appropriated from:		
21	State general fund/general purpose	\$	254,570,600
22	(8) CIVIL SERVICE COMMISSION		
23	Full-time equated classified positions		446.0
24	Agency services--74.0 FTE positions	\$	12,601,900
25	Executive direction--40.0 FTE positions		9,403,400
26	Employee benefits--16.0 FTE positions		5,671,200
27	Training		1,300,000

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1	Human resources operations--316.0 FTE positions	35,766,900
2	Information technology services and projects	<u>4,385,800</u>
3	GROSS APPROPRIATION.....	\$ 69,129,200
4	Appropriated from:	
5	Interdepartmental grant revenues:	
6	IDG, training charges.....	1,300,000
7	IDG, 1% special funds.....	3,337,900
8	Federal revenues:	
9	Federal funds 1%.....	3,069,100
10	Local revenues:	
11	Local funds 1%.....	1,320,800
12	Private revenues:	
13	Private funds 1%.....	190,400
14	Special revenue funds:	
15	State restricted funds 1%.....	21,244,900
16	State restricted indirect funds.....	7,700,200
17	State sponsored group insurance.....	2,743,100
18	State sponsored group insurance, flexible spending	
19	accounts, and COBRA	5,824,800
20	State general fund/general purpose.....	\$ 22,398,000
21	(9) CAPITAL OUTLAY	
22	Major special maintenance, remodeling, and addition	
23	for state agencies	\$ 2,000,000
24	Enterprisewide special maintenance for state	
25	facilities	<u>[20,000,000]</u>
26	GROSS APPROPRIATION.....	\$ [22,000,000]
27	Appropriated from:	

House Bill No. 5313 (H-1) as amended May 6, 2014

1	Interdepartmental grant revenues:	
2	IDG from building occupancy charges	2,000,000
3	State general fund/general purpose	\$ [20,000,000]
4	(10) ONE-TIME BASIS ONLY APPROPRIATIONS	
5	Regional prosperity grants	\$ 2,500,000
6	Capital outlay - enterprisewide special maintenance	
7	for state facilities	10,000,000
8	Technology services funding	6,900,000
9	Litigation fund	5,000,000
10	Office of urban initiatives	5,500,000
11	Michigan business one stop - depreciation expenses ...	<u>871,700</u>
12	GROSS APPROPRIATION	\$ 30,771,700
13	Appropriated from:	
14	Interdepartmental grant revenues:	
15	IDG from technology user fees	7,771,700
16	State general fund/general purpose	\$ 23,000,000
17	Sec. 108. DEPARTMENT OF TREASURY	
18	(1) APPROPRIATION SUMMARY	
19	Full-time equated unclassified positions	10.0
20	Full-time equated classified positions	2,569.5
21	GROSS APPROPRIATION	\$ [2,914,468,800]
22	Interdepartmental grant revenues:	
23	Total interdepartmental grants and intradepartmental	
24	transfers	9,409,100
25	ADJUSTED GROSS APPROPRIATION	\$ [2,905,059,700]
26	Federal revenues:	

House Bill No. 5313 (H-1) as amended May 6, 2014

1	Total federal revenues.....	667,075,700
2	Special revenue funds:	
3	Total local revenues.....	6,416,000
4	Total private revenues.....	5,678,000
5	Total other state restricted revenues.....	1,771,722,100
6	State general fund/general purpose.....	\$ [454,167,900]
7	(2) EXECUTIVE DIRECTION	
8	Full-time equated unclassified positions..... 10.0	
9	Full-time equated classified positions..... 16.0	
10	Unclassified positions--10.0 FTE positions.....	\$ 1,099,500
11	Executive direction and operations--16.0 FTE positions	<u>3,008,400</u>
12	GROSS APPROPRIATION.....	\$ 4,107,900
13	Appropriated from:	
14	Federal revenues:	
15	DED-OPSE, federal lenders allowance.....	20,000
16	DED-OPSE, higher education act of 1965 insured loans .	45,000
17	Special revenue funds:	
18	Delinquent tax collection revenue.....	1,330,600
19	Michigan state housing development authority fees and	
20	charges	258,100
21	State lottery fund.....	281,600
22	State services fee fund.....	319,900
23	State general fund/general purpose.....	\$ 1,852,700
24	(3) DEPARTMENTWIDE APPROPRIATIONS	
25	Rent and building occupancy charges - property	
26	management services	\$ 5,948,800
27	Worker's compensation insurance premium.....	<u>129,200</u>

1	GROSS APPROPRIATION.....	\$	6,078,000
2	Appropriated from:		
3	Special revenue funds:		
4	Delinquent tax collection revenue.....		2,945,200
5	State general fund/general purpose.....	\$	3,132,800
6	(4) LOCAL GOVERNMENT PROGRAMS		
7	Full-time equated classified positions.....	100.0	
8	Supervision of the general property tax law--	75.0 FTE	
9	positions	\$	18,817,500
10	Property tax assessor training--	4.0 FTE positions	1,031,900
11	Local finance--	21.0 FTE positions	<u>2,571,200</u>
12	GROSS APPROPRIATION.....	\$	22,420,600
13	Appropriated from:		
14	Special revenue funds:		
15	Local - assessor training fees.....		1,031,900
16	Local - audit charges.....		810,600
17	Local - equalization study charge-backs.....		40,000
18	Local - revenue from local government.....		100,000
19	Land reutilization fund.....		5,304,500
20	Municipal finance fees.....		534,900
21	Delinquent tax collection revenue.....		1,494,300
22	State general fund/general purpose.....	\$	13,104,400
23	(5) TAX PROGRAMS		
24	Full-time equated classified positions.....	785.0	
25	Tax compliance--	345.0 FTE positions	\$ 45,452,100
26	Tax and economic policy--	93.0 FTE positions	13,100,000
27	Tax processing--	319.0 FTE positions	36,932,300

1	Health insurance claims fund program--15.0 FTE	
2	positions	2,033,800
3	Home heating assistance.....	3,023,400
4	Bottle act implementation.....	250,000
5	Tobacco tax enforcement--13.0 FTE positions	<u>1,579,500</u>
6	GROSS APPROPRIATION.....	\$ 102,371,100
7	Appropriated from:	
8	Interdepartmental grant revenues:	
9	IDG from MDOT, Michigan transportation fund.....	2,300,000
10	IDG from MDOT, state aeronautics fund.....	71,000
11	Federal revenues:	
12	HHS-SSA, low-income energy assistance.....	3,023,400
13	Special revenue funds:	
14	Bottle deposit fund.....	250,000
15	Delinquent tax collection revenue.....	70,170,400
16	Emergency 911 fund.....	156,200
17	Health insurance claims fund.....	2,033,800
18	Tobacco tax revenue.....	4,027,700
19	Waterways fund.....	105,100
20	State general fund/general purpose.....	\$ 20,233,500
21	(6) FINANCIAL AND ADMINISTRATIVE SERVICES	
22	Full-time equated classified positions..... 379.0	
23	Departmental services--88.0 FTE positions.....	\$ 9,001,700
24	Unclaimed property--29.0 FTE positions.....	4,772,800
25	Office of collections--199.0 FTE positions.....	26,303,200
26	Office of accounting services--24.0 FTE positions....	2,441,900
27	Office of financial services--39.0 FTE positions.....	<u>4,396,900</u>

1	GROSS APPROPRIATION.....	\$	46,916,500
2	Appropriated from:		
3	Interdepartmental grant revenues:		
4	IDG, levy/warrant cost assessment fees.....		2,000,000
5	IDG, state agency collection fees.....		2,892,100
6	IDG from MDHS, title IV-D.....		764,700
7	IDG data/collection service fees.....		290,800
8	IDG from accounting service center user charges.....		484,200
9	Special revenue funds:		
10	Delinquent tax collection revenue.....		27,127,700
11	Escheats revenue.....		4,772,800
12	Justice system fund.....		479,400
13	Garnishment fees.....		2,487,900
14	State restricted indirect funds.....		273,000
15	Treasury fees.....		46,200
16	State general fund/general purpose.....	\$	5,297,700
17	(7) FINANCIAL PROGRAMS		
18	Full-time equated classified positions.....	211.5	
19	Investments--82.0 FTE positions.....		\$ 20,321,700
20	Common cash and debt management--22.5 FTE positions..		1,633,600
21	Student financial assistance programs--25.5 FTE		
22	positions		2,695,000
23	Michigan finance authority - bond finance--72.5 FTE		
24	positions		38,728,000
25	John R. Justice grant program.....		287,700
26	Dual enrollment payments.....		1,005,200
27	Financial independence team.....		<u>100</u>

1	GROSS APPROPRIATION.....	\$	64,671,300
2	Appropriated from:		
3	Interdepartmental grant revenues:		
4	IDG, fiscal agent service fees.....		206,300
5	Federal revenues:		
6	DED-OPSE, federal lenders allowance.....		10,626,700
7	DED-OPSE, higher education act of 1965, insured loans		25,082,800
8	Federal - John R. Justice grant.....		287,700
9	Special revenue funds:		
10	Defined contribution administrative fee revenue.....		100,000
11	Michigan finance authority bond and loan program		
12	revenue		3,018,500
13	Michigan merit award trust fund.....		1,143,200
14	Retirement funds.....		18,814,400
15	School bond fees.....		837,600
16	Treasury fees.....		1,619,500
17	State general fund/general purpose.....	\$	2,934,600
18	(8) DEBT SERVICE		
19	Quality of life bond.....	\$	81,360,000
20	Clean Michigan initiative.....		57,224,000
21	Great Lakes water quality bond.....		<u>13,811,000</u>
22	GROSS APPROPRIATION.....	\$	152,395,000
23	Appropriated from:		
24	State general fund/general purpose.....	\$	152,395,000
25	(9) GRANTS		
26	Convention facility development distribution.....	\$	90,950,000
27	Senior citizen cooperative housing tax exemption		

1	program	12,020,000
2	Emergency 911 payments.....	27,000,000
3	Health and safety fund grants.....	9,000,000
4	Facility for rare isotope beams.....	<u>7,300,000</u>
5	GROSS APPROPRIATION.....	\$ 146,270,000
6	Appropriated from:	
7	Special revenue funds:	
8	Emergency 911 fund.....	27,000,000
9	Convention facility development fund.....	90,950,000
10	Health and safety fund.....	9,000,000
11	State general fund/general purpose.....	\$ 19,320,000
12	(10) BUREAU OF STATE LOTTERY	
13	Full-time equated classified positions.....	183.0
14	Lottery operations--183.0 FTE positions.....	\$ 24,273,400
15	Promotion and advertising.....	18,622,000
16	Lottery information technology services and projects .	<u>5,211,100</u>
17	GROSS APPROPRIATION.....	\$ 48,106,500
18	Appropriated from:	
19	Special revenue funds:	
20	State lottery fund.....	48,106,500
21	State general fund/general purpose.....	\$ 0
22	(11) CASINO GAMING	
23	Full-time equated classified positions.....	129.0
24	Michigan gaming control board.....	\$ 50,000
25	Casino gaming control operations--119.0 FTE positions	25,269,400
26	Casino gaming information technology services and	
27	projects	1,984,400

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1	Racing commission--10.0 FTE positions		<u>2,352,400</u>
2	GROSS APPROPRIATION.....	\$	29,656,200
3	Appropriated from:		
4	Special revenue funds:		
5	Casino gambling agreements.....		814,500
6	Laboratory fees.....		700,000
7	State services fee fund.....		28,141,700
8	State general fund/general purpose.....	\$	0
9	(12) PAYMENTS IN LIEU OF TAXES		
10	Commercial forest reserve.....	\$	3,207,700
11	Purchased lands.....		6,838,000
12	Swamp and tax reverted lands.....		<u>8,168,800</u>
13	GROSS APPROPRIATION.....	\$	18,214,500
14	Appropriated from:		
15	Special revenue funds:		
16	Private funds.....		23,100
17	Game and fish protection fund.....		2,450,300
18	Michigan natural resources trust fund.....		1,505,700
19	Michigan state waterways fund.....		204,300
20	State general fund/general purpose.....	\$	14,031,100
21	(13) MICHIGAN STRATEGIC FUND		
22	Full-time equated classified positions.....	403.0	
23	Administrative services--22.0 FTE positions	\$	3,131,700
24	Job creation services--139.0 FTE positions		19,021,100
25	Pure Michigan.....		31,000,000
26	Entrepreneurship eco-system.....		25,000,000
27	Business attraction and community revitalization		[107,499,900
	Michigan heritage restoration program.....		1,000,000
	Detroit Farwell recreation center improvements		100]

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1	Community ventures--7.0 FTE positions	9,800,000
2	Community development block grants	47,000,000
3	Arts and cultural program	10,150,000
4	Michigan film office--6.0 FTE positions	891,900
5	Community college skilled trades equipment program ...	4,600,000
6	Skilled trades training program	10,000,000
7	GEAR-UP program grants	4,730,700
8	Carl D. Perkins grants	19,000,000
9	Adult basic education	20,000,000
10	Adult education--16.0 FTE positions	2,939,800
11	Energy programs	3,610,900
12	Postsecondary education--9.0 FTE positions	2,064,300
13	Employment services--125.0 FTE positions	35,166,900
14	Workforce development agency administrative services--	
15	22.0 FTE positions	1,740,400
16	Workforce program administration--57.0 FTE positions .	13,404,400
17	Workforce development programs	250,819,100
18	Welfare-to-work programs	75,357,200
19	Workforce development agency rent and property	
20	management	870,500
21	[Michigan GED-to-school program	600,000]
21	Information technology services and projects	925,000
22	GROSS APPROPRIATION	\$ [700,323,900]
23	Appropriated from:	
24	Federal revenues:	
25	DAG, employment and training	3,500,000
26	DED-OESE, gear-up	4,730,700
27	DED-OVAE, adult education	20,000,000

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1	DED-OVAE, basic grants to states.....	19,000,000
2	DOE-OEERE, multiple grants.....	3,796,800
3	DOL, federal funds.....	112,800,000
4	DOL-ETA, workforce investment act.....	174,003,300
5	Federal funds.....	5,950,000
6	HUD-CPD, community development block grants.....	49,780,700
7	NFAH-NEA, promotion of the arts, partnership	
8	agreements.....	1,050,000
9	Social security act, temporary assistance for needy	
10	families.....	64,898,800
11	Special revenue funds:	
12	Local revenues.....	4,433,500
13	Private - special project advances.....	250,000
14	Private - Michigan council for the arts fund.....	100,000
15	Private funds.....	5,274,900
16	Private - oil overcharge.....	30,000
17	Defaulted loan collection fees.....	150,000
18	Industry support fees.....	5,500
19	21st century jobs trust fund.....	75,000,000
20	Michigan film promotion fund.....	654,800
21	Public utility assessments.....	872,400
22	State general fund/general purpose.....	\$ [154,042,500]
23	(14) REVENUE SHARING	
24	Constitutional state general revenue sharing grants..	\$ 764,927,600
25	County revenue sharing payments.....	168,960,000
26	County incentive program.....	42,240,000
27	Economic vitality incentive program.....	243,040,000

1	Competitive grant assistance program.....	<u>5,000,000</u>
2	GROSS APPROPRIATION.....	\$ 1,224,167,600
3	Appropriated from:	
4	Special revenue funds:	
5	Sales tax.....	1,224,167,600
6	State general fund/general purpose.....	\$ 0
7	(15) MICHIGAN STRATEGIC FUND - MICHIGAN STATE	
8	HOUSING DEVELOPMENT AUTHORITY	
9	Full-time equated classified positions..... 353.0	
10	Payments on behalf of tenants.....	\$ 166,860,000
11	Housing and rental assistance--347.0 FTE positions ...	57,957,900
12	Land bank fast track authority--6.0 FTE positions	5,250,000
13	Lighthouse preservation program.....	307,500
14	Rent and administrative support.....	3,870,700
15	Michigan state housing development authority	
16	technology services and projects.....	<u>3,559,900</u>
17	GROSS APPROPRIATION.....	\$ 237,806,000
18	Appropriated from:	
19	Federal revenues:	
20	Federal funds.....	1,000,000
21	HUD, lower income housing assistance.....	166,860,000
22	Special revenue funds:	
23	Michigan state housing development authority fees and	
24	charges	65,388,500
25	Michigan lighthouse preservation fund.....	307,500
26	Land bank fast track act.....	300,000
27	State general fund/general purpose.....	\$ 3,950,000

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1 **(16) STATE BUILDING AUTHORITY**

2 Full-time equated classified positions..... 4.0

3 State building authority--4.0 FTE positions \$ 712,400

4 GROSS APPROPRIATION..... \$ 712,400

5 Appropriated from:

6 Special revenue funds:

7 State building authority revenue..... 712,400

8 State general fund/general purpose..... \$ 0

9 **(17) INFORMATION TECHNOLOGY**

10 Treasury operations information technology services

11 and projects \$ 25,151,100

12 GROSS APPROPRIATION..... \$ 25,151,100

13 Appropriated from:

14 Interdepartmental grant revenues:

15 IDG from MDOT, Michigan transportation fund..... 400,000

16 Federal revenues:

17 DED-OPSE, federal lender allowance..... 619,800

18 Special revenue funds:

19 Delinquent tax collection revenue..... 15,671,400

20 Retirement funds..... 758,800

21 Tobacco tax revenue..... 127,700

22 State general fund/general purpose..... \$ 7,573,400

23 **(18) ONE-TIME APPROPRIATIONS**

24 Full-time equated classified positions..... 15.0

25 Economic vitality incentive program..... \$ 28,800,000

26 Credit card payment service--6.0 FTE positions 500,000

27 Personal property tax reform--9.0 FTE positions 20,800,000

[Waterford regional fire department grant 100

City of Flint police and fire safety grant 100]

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1	MSF - business attraction and community revitalization	10,000,000
2	MSF - film incentives.....	<u>25,000,000</u>
3	GROSS APPROPRIATION.....	\$ [85,100,200]
4	Appropriated from:	
5	Special revenue funds:	
6	Sales tax.....	28,800,000
7	State general fund/general purpose.....	\$ [56,300,200]

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FOR FISCAL YEAR 2014-2015

GENERAL SECTIONS

Sec. 201. (1) Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state resources under part 1 for fiscal year 2014-2015 is [\$3,218,685,200.00] and state spending from state resources to be paid to local units of government for fiscal year 2014-2015 is \$1,456,018,000.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF STATE

21	Fees to local units.....	\$ 109,800
22	Motorcycle safety grants.....	<u>1,251,000</u>
23	Subtotal.....	\$ 1,360,800

DEPARTMENT OF TREASURY

25	Senior citizen cooperative housing tax exemption.....	\$ 12,020,000
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1	Health and safety fund grants.....	9,000,000
2	Constitutional state general revenue sharing grants ..	764,927,600
3	Economic vitality incentive program.....	271,840,000
4	Convention facility development fund distribution	90,950,000
5	Emergency 9-1-1 payments.....	24,700,000
6	Competitive grant assistance program.....	5,000,000
7	County incentive program.....	42,240,000
8	County revenue sharing payments.....	168,960,000
9	Airport parking distribution pursuant to section 909 .	16,280,300
10	Payments in lieu of taxes.....	18,214,500
11	Personal property tax reform.....	19,300,000
12	Welfare-to-work programs.....	<u>11,224,800</u>
13	Subtotal.....	\$ <u>1,454,657,200</u>
14	TOTAL GENERAL GOVERNMENT.....	\$ 1,456,018,000

15 (2) Pursuant to section 30 of article IX of the state
16 constitution of 1963, total state spending from state sources for
17 fiscal year 2014-2015 is estimated at \$28,753,069,800.00 in the
18 2014-2015 appropriations acts and total state spending from state
19 sources paid to local units of government for fiscal year 2014-2015
20 is estimated at \$16,165,784,900.00. The state-local proportion is
21 estimated at 56.2% of total state spending from state resources.

22 (3) If payments to local units of government and state
23 spending from state sources for fiscal year 2014-2015 are different
24 than the amounts estimated in subsection (2), the state budget
25 director shall report the payments to local units of government and
26 state spending from state sources that were made for fiscal year
27 2014-2015 to the senate and house of representatives standing

1 committees on appropriations within 30 days after the final book-
2 closing for fiscal year 2014-2015.

3 Sec. 202. The appropriations authorized under this part and
4 part 1 are subject to the management and budget act, 1984 PA 431,
5 MCL 18.1101 to 18.1594.

6 Sec. 203. As used in this part and part 1:

7 (a) "AFSCME" means American federation of state, county, and
8 municipal employees.

9 (b) "ATM" means automated teller machine.

10 (c) "COBRA" means the consolidated omnibus budget
11 reconciliation act of 1985, Public Law 99-272, 100 Stat. 82.

12 (d) "DAG" means the United States department of agriculture.

13 (e) "DED" means the United States department of education.

14 (f) "DED-OESE" means the DED office of elementary and
15 secondary education.

16 (g) "DED-OPSE" means the DED office of postsecondary
17 education.

18 (h) "DED-OVAE" means the DED office of vocational and adult
19 education.

20 (i) "DOE-OEERE" means the United States department of energy,
21 office of energy efficiency and renewable energy.

22 (j) "DOL-ETA" means the United States department of labor,
23 employment and training administration.

24 (k) "EEOC" means the United States equal employment
25 opportunity commission.

26 (l) "EPA" means the United States environmental protection
27 agency.

House Bill No. 5313 (H-1) as amended May 6, 2014

- 1 (m) "FTE" means full-time equated.
- 2 (n) "Fund" means the Michigan strategic fund.
- 3 (o) "GEAR-UP" means gaining early awareness and readiness for
4 undergraduate programs.
- 5 [(p)] "GED" means general educational development.
- 6 [(q)] "GF/GP" means general fund/general purpose.
- 7 [(r)] "HAVA" means help America vote act.
- 8 [(s)] "HHS" means the United States department of health and
9 human services.
- 10 [(t)] "HHS-OS" means the HHS office of the secretary.
- 11 [(u)] "HHS-SSA" means the HHS social security administration.
- 12 [(v)] "HUD" means the United States department of housing and
13 urban development.
- 14 [(w)] "HUD-CPD" means the United States department of housing
15 and urban development - community planning and development.
- 16 [(x)] "IDG" means interdepartmental grant.
- 17 [(y)] "JCOS" means the joint capital outlay subcommittee.
- 18 [(z)] "MAIN" means the Michigan administrative information
19 network.
- 20 [(aa)] "MCL" means the Michigan Compiled Laws.
- 21 [(bb)] "MDCH" means the Michigan department of community health.
- 22 [(cc)] "MDE" means the Michigan department of education.
- 23 [(dd)] "MDLARA" means the Michigan department of licensing and
24 regulatory affairs.
- 25 [(ee)] "MDEQ" means the Michigan department of environmental
26 quality.
- 27 [(ff)] "MDHS" means the Michigan department of human services.
- [(gg)] "MDMVA" means the Michigan department of military and

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1 veterans affairs.

2 [(hh)] "MDOT" means the Michigan department of transportation.

3 [(ii)] "MDSP" means the Michigan department of state police.

4 [(jj)] "MDTMB" means the Michigan department of technology,
5 management, and budget.

6 [(kk)] "MEDC" means the Michigan economic development
7 corporation, which is the public body corporate created under
8 section 28 of article VII of the state constitution of 1963 and the
9 urban cooperation act of 1967, 1967 (Ex Sess) PA 7, MCL 124.501 to
10 124.512, by contractual interlocal agreement effective April 5,
11 1999, between local participating economic development corporations
12 formed under the economic development corporations act, 1974 PA
13 338, MCL 125.1601 to 125.1636, and the Michigan strategic fund.

14 [(ll)] "MFA" means the Michigan finance authority.

15 [(mm)] "MPE" means the Michigan public employees.

16 [(nn)] "MSF" means the Michigan strategic fund.

17 [(oo)] "MSHDA" means Michigan state housing development
18 authority.

19 [(pp)] "NERE" means nonexclusively represented employees.

20 [(qq)] "NFAH-NEA" means the national foundation of the arts and
21 the humanities - national endowment for the arts.

22 [(rr)] "PA" means public act.

23 [(ss)] "PATH" means partnership, accountability, training, and
24 hope.

25 [(tt)] "RFI" means a request for information.

26 [(uu)] "RFP" means a request for a proposal.

27 [(vv)] "RFQ" means a request for qualifications.

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1 [(ww)] "SEIU" means service employees international union.
 2 [(xx)] "WDA" means workforce development agency.
 3 [(yy)] "WIC" means women, infants, and children.

3 Sec. 206. The departments and agencies receiving
 4 appropriations in part 1 shall cooperate with the department of
 5 technology, management, and budget to maintain a searchable website
 6 that is updated at least quarterly and that is accessible by the
 7 public at no cost that includes, but is not limited to, all of the
 8 following for each department or agency:

- 9 (a) Fiscal year-to-date expenditures by category.
- 10 (b) Fiscal year-to-date expenditures by appropriation unit.
- 11 (c) Fiscal year-to-date payments to a selected vendor,
 12 including the vendor name, payment date, payment amount, and
 13 payment description.
- 14 (d) The number of active department employees by job
 15 classification.
- 16 (e) Job specifications and wage rates.

[Sec. 207. (1) For each new program or program increase for which
 funds are appropriated in part 1, the department or agency shall report
 the following to the house and senate appropriations committees, the
 house and senate fiscal agencies, and the state budget director:

- (a) By November 1, 2014, a list of specific benchmarks intended to
 measure the performance or return on taxpayer investment of the program
 and its associated expenditures.
- (b) By March 1, 2015, an update on the progress of the program and
 the status of expenditures for the program as measured by those
 benchmarks.

(2) It is the intent of the legislature that, beginning with the
 budget for the fiscal year ending September 30, 2016, any proposal for a
 new program or spending increase on existing programs initiated by the
 executive branch or the legislature shall include, as part of the
 original proposal or budget request, a specific list of benchmarks
 intended to measure the performance or return on taxpayer investment of
 the program or spending increase.]

17 Sec. 208. The departments and agencies receiving
 18 appropriations in part 1 shall use the Internet to fulfill the
 19 reporting requirements of this part. This requirement may include
 20 transmission of reports via electronic mail to the recipients
 21 identified for each reporting requirement, or it may include
 22 placement of reports on an Internet or Intranet site.

23 Sec. 209. Funds appropriated in part 1 shall not be used for
 24 the purchase of foreign goods or services, or both, if
 25 competitively priced and of comparable quality American goods or
 26 services, or both, are available. Preference shall be given to
 27 goods or services, or both, manufactured or provided by Michigan

1 businesses, if they are competitively priced and of comparable
 2 quality. In addition, preference should be given to goods or
 3 services, or both, that are manufactured or provided by Michigan
 4 businesses owned and operated by veterans, if they are
 5 competitively priced and of comparable quality.

6 Sec. 210. The director of each department and agency receiving
 7 appropriations in part 1 shall take all reasonable steps to ensure
 8 businesses in deprived and depressed communities compete for and
 9 perform contracts to provide services or supplies, or both. Each
 10 director shall strongly encourage firms with which the department
 11 contracts to subcontract with certified businesses in depressed and
 12 deprived communities for services, supplies, or both.

13 Sec. 211. (1) Pursuant to section 352 of the management and
 14 budget act, 1984 PA 431, MCL 18.1352, which provides for a transfer
 15 of state general fund revenue into or out of the countercyclical
 16 budget and economic stabilization fund, the calculations required
 17 by section 352 of the management and budget act, 1984 PA 431, MCL
 18 18.1352, are determined as follows:

	<u>2013</u>	<u>2014</u>	<u>2015</u>
20 Michigan personal income (millions).	\$389,418	\$406,552	\$425,254
21 less: transfer payments.....	<u>85,028</u>	<u>88,854</u>	<u>94,630</u>
22 Subtotal	\$304,390	\$317,698	\$330,624
23 Divided by: Detroit Consumer Price			
24 Index for 12 months ending June 30	2.182	2.210	2.241
25 Equals: real adjusted Michigan			
26 personal income.....	\$139,500	\$143,731	\$147,514
27 Percentage change.....	N/A	3.0%	2.6%

1	Growth rate in excess of 2%?.....	N/A	1.0%	0.6%
2	Equals: countercyclical budget and			
3	economic stabilization fund pay-in			
4	calculation for the fiscal year ending			
5	September 30, 2015 (millions)...	N/A	\$95.7	N/A
6	Growth rate less than 0%?.....	N/A	NO	NO
7	Equals: countercyclical budget and			
8	economic stabilization fund pay-out			
9	calculation for the fiscal year ending			
10	September 30, 2015 (millions)...	N/A	N/A	\$0.0

11 (2) Notwithstanding subsection (1), there is appropriated for
 12 the fiscal year ending September 30, 2015, from general
 13 fund/general purpose revenue for deposit into the countercyclical
 14 budget and economic stabilization fund the sum of \$100,000,000.00.

15 Sec. 212. The departments and agencies receiving
 16 appropriations in part 1 shall receive and retain copies of all
 17 reports funded from appropriations in part 1. Federal and state
 18 guidelines for short-term and long-term retention of records shall
 19 be followed. The department may electronically retain copies of
 20 reports unless otherwise required by federal and state guidelines.

21 Sec. 213. Funds appropriated in part 1 shall not be used by
 22 this state, a department, an agency, or an authority of this state
 23 to purchase an ownership interest in a casino enterprise or a
 24 gambling operation as those terms are defined in the Michigan
 25 gaming control and revenue act, 1996 IL 1, MCL 432.201 to 432.226.

26 Sec. 214. The departments and agencies receiving
 27 appropriations in part 1 shall notify the chairpersons of the

1 senate and house of representatives standing committees on
2 appropriations, the chairpersons of the senate and house of
3 representatives standing committees on appropriations subcommittees
4 on general government, the senate and house fiscal agencies, and
5 the state budget office on any salary increase exceeding 5.0% at
6 least 14 days prior to the finalization of the salary increase.

7 Sec. 215. A department or state agency shall not take
8 disciplinary action against an employee for communicating with a
9 member of the legislature or his or her staff.

10 Sec. 216. The departments and agencies receiving
11 appropriations in part 1 shall prepare a report on out-of-state
12 travel expenses not later than January 1 of each year. The travel
13 report shall be a listing of all travel by classified and
14 unclassified employees outside this state in the immediately
15 preceding fiscal year that was funded in whole or in part with
16 funds appropriated in the department's budget. The report shall be
17 submitted to the house and senate standing committees on
18 appropriations, the house and senate fiscal agencies, and the state
19 budget director. The report shall include the following
20 information:

21 (a) The dates of each travel occurrence.

22 (b) The total transportation and related costs of each travel
23 occurrence, including the proportion funded with state general
24 fund/general purpose revenues, the proportion funded with state
25 restricted revenues, the proportion funded with federal revenues,
26 and the proportion funded with other revenues.

27 Sec. 217. General fund appropriations in part 1 shall not be

1 expended for items in cases where federal funding is available for
2 the same expenditures.

3 Sec. 219. The departments and agencies receiving
4 appropriations in part 1 shall maintain, on a publicly accessible
5 website, a department or agency scorecard that identifies, tracks,
6 and regularly updates key metrics that are used to monitor and
7 improve the department's or agency's performance.

8 Sec. 221. Each department and agency shall report no later
9 than April 1 on each specific policy change made to implement a
10 public act affecting the department that took effect during the
11 prior calendar year to the senate and house of representatives
12 standing committees on appropriations subcommittees on general
13 government, the joint committee on administrative rules, and the
14 senate and house fiscal agencies.

15 Sec. 226. Funds appropriated in part 1 shall not be used by a
16 principal executive department, state agency, or authority to hire
17 a person to provide legal services that are the responsibility of
18 the attorney general. This prohibition does not apply to legal
19 services for bonding activities and for those activities that the
20 attorney general authorizes.

21 Sec. 227. Within 14 days after the release of the executive
22 budget recommendation, the departments and agencies receiving
23 appropriations in part 1 shall cooperate with the state budget
24 director to provide the chairs of the senate and house of
25 representatives standing committees on appropriations, the chairs
26 of the senate and house of representatives standing committees on
27 appropriations subcommittees on general government, and the senate

1 and house fiscal agencies with an annual report on estimated state
2 restricted fund balances, state restricted fund projected revenues,
3 and state restricted fund expenditures for the fiscal years ending
4 September 30, 2014 and September 30, 2015.

5 Sec. 228. Not later than November 30, the state budget office
6 shall prepare and transmit a report that provides for estimates of
7 the total general fund/general purpose appropriation lapses at the
8 close of the prior fiscal year. This report shall summarize the
9 projected year-end general fund/general purpose appropriation
10 lapses by major departmental program or program areas. The report
11 shall be transmitted to the chairpersons of the senate and house of
12 representatives standing committees on appropriations and the
13 senate and house fiscal agencies.

14 Sec. 229. If the office of the auditor general has identified
15 an initiative or made a recommendation that is related to savings
16 and efficiencies in an audit report for an executive branch
17 department or agency, the department or agency shall report within
18 6 months of the release of the audit on their efforts and progress
19 made toward achieving the savings and efficiencies identified in
20 the audit report. The report shall be submitted to the chairs of
21 the senate and house of representatives standing committees on
22 appropriations, the chairs of the senate and house of
23 representatives standing committees with jurisdiction over matters
24 relating to the department that is audited, and the senate and
25 house fiscal agencies.

26 Sec. 231. (1) It is the intent of the legislature that
27 departments and agencies receiving appropriations in part 1

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1 properly account for their spending and do not use FTE positions as
2 placeholders for spending in other parts of their budgets.

3 (2) The departments and agencies receiving appropriations
4 under part 1 shall provide a report to the legislature specifying
5 the number of filled, FTE positions in pay status in the
6 immediately preceding fiscal year by February 1. When reporting on
7 the number of filled, FTE positions in pay status, the department
8 or agency shall provide the maximum number of filled, FTE positions
9 in pay status by appropriation line item in the last pay period of
10 each quarter of the immediately preceding fiscal year. The report
11 shall also include a listing of all funded, FTE positions by
12 position title.

13 Sec. 235. No state department or agency shall issue an RFP for
14 a contract in excess of \$5,000,000.00 unless the department or
15 agency has first considered issuing an RFI or an RFQ relative to
16 that contract to better enable the department or the agency to
17 learn more about the market for the products or services that are
18 the subject of the future RFP. The department or agency shall
19 notify MDTMB of the evaluation process used to determine if an RFI
20 or RFQ was not necessary prior to issuing the RFP.

[Sec. 239. The department of technology, management, and budget,
with the assistance of the Michigan energy office as necessary, shall
assess the energy performance of state-owned buildings so that state
departments, agencies, and authorities are better able to identify
priority projects for energy improvements that can be achieved with
internal resources and energy savings performance contracts under the
cost-effective governmental energy use act, 2012 PA 625, MCL 18.1711 to
18.1725.]

21 **DEPARTMENT OF ATTORNEY GENERAL**

22 Sec. 301. (1) In addition to the funds appropriated in part 1,
23 there is appropriated an amount not to exceed \$1,500,000.00 for
24 federal contingency funds. These funds are not available for
25 expenditure until they have been transferred to another line item
26 in part 1 under section 393(2) of the management and budget act,

1 1984 PA 431, MCL 18.1393.

2 (2) In addition to the funds appropriated in part 1, there is
3 appropriated an amount not to exceed \$1,500,000.00 for state
4 restricted contingency funds. These funds are not available for
5 expenditure until they have been transferred to another line item
6 in part 1 under section 393(2) of the management and budget act,
7 1984 PA 431, MCL 18.1393.

8 (3) In addition to the funds appropriated in part 1, there is
9 appropriated an amount not to exceed \$100,000.00 for local
10 contingency funds. These funds are not available for expenditure
11 until they have been transferred to another line item in part 1
12 under section 393(2) of the management and budget act, 1984 PA 431,
13 MCL 18.1393.

14 (4) In addition to the funds appropriated in part 1, there is
15 appropriated an amount not to exceed \$100,000.00 for private
16 contingency funds. These funds are not available for expenditure
17 until they have been transferred to another line item in part 1
18 under section 393(2) of the management and budget act, 1984 PA 431,
19 MCL 18.1393.

20 Sec. 302. (1) The attorney general shall perform all legal
21 services, including representation before courts and administrative
22 agencies rendering legal opinions and providing legal advice to a
23 principal executive department or state agency. A principal
24 executive department or state agency shall not employ or enter into
25 a contract with any other person for services described in this
26 section.

27 (2) The attorney general shall defend judges of all state

1 courts if a claim is made or a civil action is commenced for
2 injuries to persons or property caused by the judge through the
3 performance of the judge's duties while acting within the scope of
4 his or her authority as a judge.

5 (3) The attorney general shall perform the duties specified in
6 1846 RS 12, MCL 14.28 to 14.35, and 1919 PA 232, MCL 14.101 to
7 14.102, and as otherwise provided by law.

8 Sec. 303. The attorney general may sell copies of the biennial
9 report in excess of the 350 copies that the attorney general may
10 distribute on a gratis basis. Gratis copies shall not be provided
11 to members of the legislature. Electronic copies of biennial
12 reports shall be made available on the department of attorney
13 general's website. The attorney general shall sell copies of the
14 report at not less than the actual cost of the report and shall
15 deposit the money received into the general fund.

16 Sec. 304. The department of attorney general is responsible
17 for the legal representation for state of Michigan state employee
18 worker's disability compensation cases. The risk management
19 revolving fund revenue appropriation in part 1 is to be satisfied
20 by billings from the department of attorney general for the actual
21 costs of legal representation, including salaries and support
22 costs.

23 Sec. 305. In addition to the funds appropriated in part 1, not
24 more than \$400,000.00 shall be reimbursed per fiscal year for food
25 stamp fraud cases heard by the third circuit court of Wayne County
26 that were initiated by the department of attorney general pursuant
27 to the existing contract between the department of human services,

1 the prosecuting attorneys association of Michigan, and the
2 department of attorney general. The source of this funding is money
3 earned by the department of attorney general under the agreement
4 after the allowance for reimbursement to the department of attorney
5 general for costs associated with the prosecution of food stamp
6 fraud cases. It is recognized that the federal funds are earned by
7 the department of attorney general for its documented progress on
8 the prosecution of food stamp fraud cases according to the United
9 States department of agriculture regulations and that, once earned
10 by this state, the funds become state funds.

11 Sec. 306. Any proceeds from a lawsuit initiated by or
12 settlement agreement entered into on behalf of this state against a
13 manufacturer of tobacco products by the attorney general are state
14 funds and are subject to appropriation as provided by law.

15 Sec. 307. (1) In addition to the antitrust revenues in part 1,
16 antitrust, securities fraud, consumer protection or class action
17 enforcement revenues, or attorney fees recovered by the department,
18 not to exceed \$250,000.00, are appropriated to the department for
19 antitrust, securities fraud, and consumer protection or class
20 action enforcement cases.

21 (2) Any unexpended funds from antitrust, securities fraud, or
22 consumer protection or class action enforcement revenues at the end
23 of the fiscal year, including antitrust funds in part 1, may be
24 carried forward for expenditure in the following fiscal year up to
25 the maximum authorization of \$250,000.00.

26 Sec. 308. (1) In addition to the funds appropriated in part 1,
27 there is appropriated up to \$500,000.00 from litigation expense

1 reimbursements awarded to the state.

2 (2) The funds may be expended for the payment of court
3 judgments, settlements, arbitration awards or other administrative
4 and litigation decisions, attorney fees, and litigation costs,
5 assessed against the office of the governor, the department of the
6 attorney general, the governor, or the attorney general when acting
7 in an official capacity as the named party in litigation against
8 the state. The funds may also be expended for the payment of state
9 costs incurred under section 16 of chapter X of the code of
10 criminal procedure, 1927 PA 175, MCL 770.16.

11 (3) Unexpended funds at the end of the fiscal year may be
12 carried forward for expenditure in the following year, up to a
13 maximum authorization of \$500,000.00.

14 Sec. 309. From the prisoner reimbursement funds appropriated
15 in part 1, the department may spend up to \$614,400.00 on activities
16 related to the state correctional facility reimbursement act, 1935
17 PA 253, MCL 800.401 to 800.406. In addition to the funds
18 appropriated in part 1, if the department collects in excess of
19 \$1,131,000.00 in gross annual prisoner reimbursement receipts
20 provided to the general fund, the excess, up to a maximum of
21 \$1,000,000.00, is appropriated to the department of attorney
22 general and may be spent on the representation of the department of
23 corrections and its officers, employees, and agents, including, but
24 not limited to, the defense of litigation against the state, its
25 departments, officers, employees, or agents in civil actions filed
26 by prisoners.

27 Sec. 310. (1) For the purposes of providing title IV-D child

1 support enforcement funding, the department of human services, as
2 the state IV-D agency, shall maintain a cooperative agreement with
3 the attorney general for federal IV-D funding to support the child
4 support enforcement activities within the office of the attorney
5 general.

6 (2) The attorney general or his or her designee shall, to the
7 extent allowable under federal law, have access to any information
8 used by the state to locate parents who fail to pay court-ordered
9 child support.

10 Sec. 312. The department of attorney general shall not receive
11 and expend funds in addition to those authorized in part 1 for
12 legal services provided specifically to other state departments or
13 agencies except for costs for expert witnesses, court costs, or
14 other nonsalary litigation expenses associated with a pending legal
15 action.

16 **DEPARTMENT OF CIVIL RIGHTS**

17 Sec. 401. (1) In addition to the funds appropriated in part 1,
18 there is appropriated an amount not to exceed \$2,000,000.00 for
19 federal contingency funds. These funds are not available for
20 expenditure until they have been transferred to another line item
21 in part 1 under section 393(2) of the management and budget act,
22 1984 PA 431, MCL 18.1393.

23 (2) In addition to the funds appropriated in part 1, there is
24 appropriated an amount not to exceed \$750,000.00 for private
25 contingency funds. These funds are not available for expenditure
26 until they have been transferred to another line item in part 1

1 under section 393(2) of the management and budget act, 1984 PA 431,
2 MCL 18.1393.

3 Sec. 402. (1) In addition to the appropriations contained in
4 part 1, the department of civil rights may receive and expend funds
5 from local or private sources for all of the following purposes:

6 (a) Developing and presenting training for employers on equal
7 employment opportunity law and procedures.

8 (b) The publication and sale of civil rights related
9 informational material.

10 (c) The provision of copy material made available under
11 freedom of information requests.

12 (d) Other copy fees, subpoena fees, and witness fees.

13 (e) Developing, presenting, and participating in mediation
14 processes for certain civil rights cases.

15 (f) Workshops, seminars, and recognition or award programs
16 consistent with the programmatic mission of the individual unit
17 sponsoring or coordinating the programs.

18 (g) Staffing costs for all activities included in this
19 subsection.

20 (2) The department of civil rights shall annually report to
21 the state budget director, the senate and house of representatives
22 standing committees on appropriations, and the senate and house
23 fiscal agencies the amount of funds received and expended for
24 purposes authorized under this section.

25 Sec. 403. The department of civil rights may contract with
26 local units of government to review equal employment opportunity
27 compliance of potential contractors and may charge for and expend

1 amounts received from local units of government for the purpose of
2 developing and providing these contractual services.

3 Sec. 404. (1) The department of civil rights shall prepare and
4 transmit a detailed report that includes, but is not limited to,
5 the following information for the most recent fiscal year:

6 (a) A detailed description of the department operations.

7 (b) A detailed description of all subunits within the
8 department, including FTE positions associated with each subunit,
9 responsibilities of each subunit, and all revenues and expenditures
10 for each subunit.

11 (c) The number of complaints by type of complaint.

12 (d) The average cost of, and time expended, investigating
13 complaints.

14 (e) The percentage of complaints that are meritorious and
15 worthy of investigation or settlement and the percentage of
16 complaints that have no merit.

17 (f) A listing of amounts awarded to claimants.

18 (g) Expenditures associated with complaint investigation and
19 enforcement.

20 (h) A listing of complaint investigations closed per FTE
21 position for each of the past 5 years.

22 (i) A listing of complaint evaluations completed per FTE
23 position for each of the past 5 years.

24 (j) Productivity projections for the current fiscal year,
25 including investigations closed per FTE, complaint evaluations
26 completed per FTE, and average time expended investigating
27 complaints.

1 (2) The report required under subsection (1) shall be posted
2 online and transmitted electronically not later than November 30 to
3 the state budget director, the chairpersons of the senate and house
4 of representatives standing committees on appropriations, the
5 senate and house appropriations subcommittees on general
6 government, and the senate and house fiscal agencies.

7 Sec. 405. The department of civil rights shall notify the
8 office of the state budget, senate and house of representatives
9 standing committees on appropriations, and senate and house fiscal
10 agencies prior to submitting a report or complaint to the United
11 States commission on civil rights or other federal departments.

12 LEGISLATURE

13 Sec. 600. The senate, the house of representatives, or an
14 agency within the legislative branch may receive, expend, and
15 transfer funds in addition to those authorized in part 1.

16 Sec. 601. (1) Funds appropriated in part 1 to an entity within
17 the legislative branch shall not be expended or transferred to
18 another account without written approval of the authorized agent of
19 the legislative entity. If the authorized agent of the legislative
20 entity notifies the state budget director of its approval of an
21 expenditure or transfer before the year-end book-closing date for
22 that legislative entity, the state budget director shall
23 immediately make the expenditure or transfer. The authorized
24 legislative entity agency shall be designated by the speaker of the
25 house of representatives for house entities, the senate majority
26 leader for senate entities, and the legislative council for

1 legislative council entities.

2 (2) Funds appropriated within the legislative branch, to a
3 legislative council component, shall not be expended by any agency
4 or other subgroup included in that component without the approval
5 of the legislative council.

6 Sec. 602. The senate may charge rent and assess charges for
7 utility costs. The amounts received for rent charges and utility
8 assessments are appropriated to the senate for the renovation,
9 operation, and maintenance of the Farnum building and other
10 properties.

11 Sec. 603. The appropriation contained in part 1 for national
12 association dues is to be distributed by the legislative council.

13 Sec. 604. (1) The appropriation in part 1 to the legislative
14 council includes funds to operate the legislative parking
15 facilities in the capitol area. The legislative council shall
16 establish rules regarding the operation of the legislative parking
17 facilities.

18 (2) The legislative council shall collect a fee from state
19 employees and the general public using certain legislative parking
20 facilities. The revenues received from the parking fees shall be
21 allocated by the legislative council.

22 Sec. 605. The appropriation in part 1 to the legislative
23 council for publication of the Michigan manual is a work project
24 account. The unexpended portion remaining on September 30 shall not
25 lapse and shall be carried forward into the subsequent fiscal year
26 for use in paying the associated biennial costs of publication of
27 the Michigan manual.

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1 Sec. 606. The appropriations in part 1 to the legislative
2 branch, for property management, shall be used to purchase
3 equipment and services for building maintenance in order to ensure
4 a safe and productive work environment. These funds are designated
5 as work project appropriations and shall not lapse at the end of
6 the fiscal year, and shall continue to be available for expenditure
7 until the project has been completed. The total cost is estimated
8 at \$500,000.00, and the tentative completion date is September 30,
9 2019.

10 Sec. 607. The appropriations in part 1 to the legislative
11 branch, for automated data processing, shall be used to purchase
12 equipment, software, and services in order to support and implement
13 data processing requirements and technology improvements. These
14 funds are designated as work project appropriations and shall not
15 lapse at the end of the fiscal year, and shall continue to be
16 available for expenditure until the project has been completed. The
17 total cost is estimated at \$500,000.00, and the tentative
18 completion date is September 30, 2019.

19 Sec. 608. In addition to funds appropriated in part 1, the
20 Michigan capitol committee publications save the flags fund account
21 may accept contributions, gifts, bequests, devises, grants, and
22 donations. Those funds that are not expended in the fiscal year
23 ending September 30 shall not lapse at the close of the fiscal
24 year, and shall be carried forward for expenditure in the following
25 fiscal years.

26 [

27

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2 **LEGISLATIVE AUDITOR GENERAL**

3 Sec. 620. Pursuant to section 53 of article IV of the state
4 constitution of 1963, the auditor general shall conduct audits of
5 the judicial branch. The audits may include the supreme court and
6 its administrative units, the court of appeals, and trial courts.

7 Sec. 621. (1) The auditor general shall take all reasonable
8 steps to ensure that certified minority- and women-owned and
9 operated accounting firms, and accounting firms owned and operated
10 by persons with disabilities participate in the audits of the
11 books, accounts, and financial affairs of each principal executive
12 department, branch, institution, agency, and office of this state.

13 (2) The auditor general shall strongly encourage firms with
14 which the auditor general contracts to perform audits of the
15 principal executive departments and state agencies to subcontract
16 with certified minority- and women-owned and operated accounting
17 firms, and accounting firms owned and operated by persons with
18 disabilities.

19 (3) The auditor general shall compile an annual report
20 regarding the number of contracts entered into with certified
21 minority- and women-owned and operated accounting firms, and
22 accounting firms owned and operated by persons with disabilities.
23 The auditor general shall deliver the report to the state budget
24 director and the senate and house of representatives standing
25 committees on appropriations subcommittees on general government by
26 November 1 of each year.

1 Sec. 622. From the funds appropriated in part 1 to the
2 legislative auditor general, the auditor general's salary and the
3 salaries of the remaining 2.0 FTE unclassified positions shall be
4 set by the speaker of the house of representatives, the senate
5 majority leader, the house of representatives minority leader, and
6 the senate minority leader.

7 Sec. 623. Any audits, reviews, or investigations requested of
8 the auditor general by the legislature or by legislative
9 leadership, legislative committees, or individual legislators shall
10 include an estimate of the additional costs involved and, when
11 those costs exceed \$50,000.00, should provide supplemental funding.
12 The auditor general shall determine whether to perform those
13 activities in keeping with Audit Directive No. 29, which describes
14 the office of the auditor general's policy on responding to
15 legislative requests.

16 **DEPARTMENT OF STATE**

17 Sec. 701. (1) In addition to the funds appropriated in part 1,
18 there is appropriated an amount not to exceed \$2,000,000.00 for
19 federal contingency funds. These funds are not available for
20 expenditure until they have been transferred to another line item
21 in part 1 under section 393(2) of the management and budget act,
22 1984 PA 431, MCL 18.1393.

23 (2) In addition to the funds appropriated in part 1, there is
24 appropriated an amount not to exceed \$7,500,000.00 for state
25 restricted contingency funds. These funds are not available for
26 expenditure until they have been transferred to another line item

1 in part 1 under section 393(2) of the management and budget act,
2 1984 PA 431, MCL 18.1393.

3 (3) In addition to the funds appropriated in part 1, there is
4 appropriated an amount not to exceed \$50,000.00 for local
5 contingency funds. These funds are not available for expenditure
6 until they have been transferred to another line item in part 1
7 under section 393(2) of the management and budget act, 1984 PA 431,
8 MCL 18.1393.

9 (4) In addition to the funds appropriated in part 1, there is
10 appropriated an amount not to exceed \$100,000.00 for private
11 contingency funds. These funds are not available for expenditure
12 until they have been transferred to another line item in part 1
13 under section 393(2) of the management and budget act, 1984 PA 431,
14 MCL 18.1393.

15 Sec. 703. From the funds appropriated in part 1, the
16 department of state shall sell copies of records including, but not
17 limited to, records of motor vehicles, off-road vehicles,
18 snowmobiles, watercraft, mobile homes, personal identification
19 cardholders, drivers, and boat operators and shall charge \$8.00 per
20 record sold only as authorized in section 208b of the Michigan
21 vehicle code, 1949 PA 300, MCL 257.208b, section 7 of 1972 PA 222,
22 MCL 28.297, and sections 80130, 80315, 81114, and 82156 of the
23 natural resources and environmental protection act, 1994 PA 451,
24 MCL 324.80130, 324.80315, 324.81114, and 324.82156. The revenue
25 received from the sale of records shall be credited to the
26 transportation administration collection fund created under section
27 810b of the Michigan vehicle code, 1949 PA 300, MCL 257.810b.

1 Sec. 704. From the funds appropriated in part 1, the secretary
2 of state may enter into agreements with the department of
3 corrections for the manufacture of vehicle registration plates 15
4 months before the registration year in which the registration
5 plates will be used.

6 Sec. 705. (1) The department of state may accept gifts,
7 donations, contributions, and grants of money and other property
8 from any private or public source to underwrite, in whole or in
9 part, the cost of a departmental publication that is prepared and
10 disseminated under the Michigan vehicle code, 1949 PA 300, MCL
11 257.1 to 257.923. A private or public funding source may receive
12 written recognition in the publication and may furnish a traffic
13 safety message, subject to departmental approval, for inclusion in
14 the publication. The department may reject a gift, donation,
15 contribution, or grant. The department may furnish copies of a
16 publication underwritten, in whole or in part, by a private source
17 to the underwriter at no charge.

18 (2) The department of state may sell and accept paid
19 advertising for placement in a departmental publication that is
20 prepared and disseminated under the Michigan vehicle code, 1949 PA
21 300, MCL 257.1 to 257.923. The department may charge and receive a
22 fee for any advertisement appearing in a departmental publication
23 and shall review and approve the content of each advertisement. The
24 department may refuse to accept advertising from any person or
25 organization. The department may furnish a reasonable number of
26 copies of a publication to an advertiser at no charge.

27 (3) Pending expenditure, the funds received under this section

1 shall be deposited in the Michigan department of state publications
2 fund created by section 211 of the Michigan vehicle code, 1949 PA
3 300, MCL 257.211. Funds given, donated, or contributed to the
4 department from a private source are appropriated and allocated for
5 the purpose for which the revenue is furnished. Funds granted to
6 the department from a public source are allocated and may be
7 expended upon receipt. The department shall not accept a gift,
8 donation, contribution, or grant if receipt is conditioned upon a
9 commitment of state funding at a future date. Revenue received from
10 the sale of advertising is appropriated and may be expended upon
11 receipt.

12 (4) Any unexpended revenues received under this section shall
13 be carried over into subsequent fiscal years and shall be available
14 for appropriation for the purposes described in this section.

15 (5) On March 1 of each year, the department of state shall
16 file a report with the senate and house of representatives standing
17 committees on appropriations, the senate and house fiscal agencies,
18 and the state budget director. The report shall include all of the
19 following information:

20 (a) The amount of gifts, contributions, donations, and grants
21 of money received by the department under this section for the
22 prior fiscal year.

23 (b) A listing of the expenditures made from the amounts
24 received by the department as reported in subdivision (a).

25 (c) A listing of any gift, donation, contribution, or grant of
26 property other than funding received by the department under this
27 section for the prior year.

1 (d) The total revenue received from the sale of paid
2 advertising accepted under this section and a statement of the
3 total number of advertising transactions.

4 (6) In addition to copies delivered without charge as the
5 secretary of state considers necessary, the department of state may
6 sell copies of manuals and other publications regarding the sale,
7 ownership, or operation or regulation of motor vehicles, with
8 amendments, at prices to be established by the secretary of state.
9 As used in this subsection, the term "manuals and other
10 publications" includes videos and proprietary electronic
11 publications. All funds received from sales of these manuals and
12 other publications shall be credited to the Michigan department of
13 state publications fund.

14 Sec. 707. Funds collected by the department of state under
15 section 211 of the Michigan vehicle code, 1949 PA 300, MCL 257.211,
16 are appropriated for all expenses necessary to provide for the
17 costs of the publication. Funds are allotted for expenditure when
18 they are received by the department of treasury and shall not lapse
19 to the general fund at the end of the fiscal year.

20 Sec. 708. From the funds appropriated in part 1, the
21 department of state shall use available balances at the end of the
22 state fiscal year to provide payment to the department of state
23 police in the amount of \$332,000.00 for the services provided by
24 the traffic accident records program as first appropriated in 1990
25 PA 196 and 1990 PA 208.

26 Sec. 709. From the funds appropriated in part 1, the
27 department of state may restrict funds from miscellaneous revenue

1 to cover cash shortages created from normal branch office
2 operations. This amount shall not exceed \$50,000.00 of the total
3 funds available in miscellaneous revenue.

4 Sec. 710. (1) Commemorative and specialty license plate fee
5 revenue collected by the department of state and deposited into the
6 transportation administration collection fund created in section
7 810b of the Michigan vehicle code, 1949 PA 300, MCL 257.810b, is
8 authorized for expenditure up to the amount of revenue collected
9 but not to exceed the amount appropriated to the department of
10 state in part 1 to administer commemorative and specialty license
11 plate programs.

12 (2) Commemorative and specialty license plate fee revenue
13 collected by the department of state and deposited in the
14 transportation administration collection fund created in section
15 810b of the Michigan vehicle code, 1949 PA 300, MCL 257.810b, in
16 addition to the amount appropriated in part 1 to the department of
17 state, shall remain in the transportation administration collection
18 fund created in section 810b of the Michigan vehicle code, 1949 PA
19 300, MCL 257.810b, and be available for future appropriation.

20 Sec. 711. Collector plate and fund-raising registration plate
21 revenues collected by the department of state are appropriated and
22 allotted for distribution to the recipient university or public or
23 private agency overseeing a state-sponsored goal when received.
24 Distributions shall occur on a quarterly basis or as otherwise
25 authorized by law. Any revenues remaining at the end of the fiscal
26 year shall not lapse to the general fund but shall remain available
27 for distribution to the university or agency in the next fiscal

1 year.

2 Sec. 712. The department of state may produce and sell copies
3 of a training video designed to inform registered automotive repair
4 facilities of their obligations under Michigan law. The price shall
5 not exceed the cost of production and distribution. The money
6 received from the sale of training videos shall revert to the
7 department of state and be placed in the auto repair facility
8 account.

9 Sec. 713. (1) The department of state, in collaboration with
10 the gift of life transplantation society or its successor federally
11 designated organ procurement organization, may develop and
12 administer a public information campaign concerning the Michigan
13 organ donor program.

14 (2) The department may solicit funds from any private or
15 public source to underwrite, in whole or in part, the public
16 information campaign authorized by this section. The department may
17 accept gifts, donations, contributions, and grants of money and
18 other property from private and public sources for this purpose. A
19 private or public funding source underwriting the public
20 information campaign, in whole or in substantial part, shall
21 receive sponsorship credit for its financial backing.

22 (3) Funds received under this section, including grants from
23 state and federal agencies, shall not lapse to the general fund at
24 the end of the fiscal year but shall remain available for
25 expenditure for the purposes described in this section.

26 (4) Funding appropriated in part 1 for the organ donor program
27 shall be used for producing a pamphlet to be distributed with

1 driver licenses and personal identification cards regarding organ
2 donations. The funds shall be used to update and print a pamphlet
3 that will explain the organ donor program and encourage people to
4 become donors by marking a checkoff on driver license and personal
5 identification card applications.

6 (5) The pamphlet shall include a return reply form addressed
7 to the gift of life organization. Funding appropriated in part 1
8 for the organ donor program shall be used to pay for return postage
9 costs.

10 (6) In addition to the appropriations in part 1, the
11 department of state may receive and expend funds from the organ and
12 tissue donation education fund for administrative expenses.

13 Sec. 714. (1) Except as otherwise provided under subsection
14 (2), at least 180 days before closing a branch office or
15 consolidating a branch office and at least 60 days before
16 relocating a branch office, the department of state shall inform
17 members of the senate and house of representatives standing
18 committees on appropriations and legislators who represent affected
19 areas regarding the details of the proposal. The information
20 provided shall be in written form and include all analyses done
21 regarding criteria for changes in the location of branch offices,
22 including, but not limited to, branch transactions, revenue, and
23 the impact on citizens of the affected area. The impact on citizens
24 shall include information regarding additional distance to branch
25 office locations resulting from the plan. The written notice
26 provided by the department of state shall also include detailed
27 estimates of costs and savings that will result from the overall

1 changes made to the branch office structure and the same level of
2 detail regarding costs for new leased facilities and expansions of
3 current leased space.

4 (2) If the consolidation of a branch office is with another
5 branch office that is located within the same local unit of
6 government or the relocation of a branch office is to another
7 location that is located within the same local unit of government,
8 the department of state is not required to provide the notification
9 or written information described in subsection (1).

10 (3) As used in this section, "local unit of government" means
11 a city, village, township, or county.

12 Sec. 715. (1) Any service assessment collected by the
13 department of state from the user of a credit or debit card under
14 section 3 of 1995 PA 144, MCL 11.23, may be used by the department
15 for necessary expenses related to that service and may be remitted
16 to a credit or debit card company, bank, or other financial
17 institution.

18 (2) The service assessment imposed by the department of state
19 for credit and debit card services may be based either on a
20 percentage of each individual credit or debit card transaction, or
21 on a flat rate per transaction, or both, scaled to the amount of
22 the transaction. However, the department shall not charge any
23 amount for a service assessment which exceeds the costs billable to
24 the department for service assessments.

25 (3) If there is a balance of service assessments received from
26 credit and debit card services remaining on September 30, the
27 balance may be carried forward to the following fiscal year and

1 appropriated for the same purpose.

2 (4) As used in this section, "service assessment" means and
3 includes costs associated with service fees imposed by credit and
4 debit card companies and processing fees imposed by banks and other
5 financial institutions.

6 Sec. 716b. The department of state shall provide a report that
7 calculates the total amount of funds expended for the business
8 application modernization project to date from the inception of the
9 program. The report shall contain information on the original start
10 and completion dates for the project, the original cost to complete
11 the project, and a listing of all revisions to project completion
12 dates and costs. The report shall include the total amount of funds
13 paid to the state by the contract provider for penalties. The
14 report shall be submitted to the senate and house of
15 representatives standing committees on appropriations, the senate
16 and house fiscal agencies, and the state budget director by January
17 1.

18 Sec. 717. (1) The department of state may accept nonmonetary
19 gifts, donations, or contributions of property from any private or
20 public source to support, in whole or in part, the operation of a
21 departmental function relating to licensing, regulation, or safety.
22 The department may recognize a private or public contributor for
23 making the contribution. The department may reject a gift,
24 donation, or contribution.

25 (2) The department of state shall not accept a gift, donation,
26 or contribution under subsection (1) if receipt of the gift,
27 donation, or contribution is conditioned upon a commitment of

1 future state funding.

2 (3) On March 1 of each year, the department of state shall
3 file a report with the senate and house of representatives standing
4 committees on appropriations, the senate and house fiscal agencies,
5 and the state budget director. The report shall list any gift,
6 donation, or contribution received by the department under
7 subsection (1) for the prior calendar year.

8 Sec. 718. From the funds appropriated in part 1 to the
9 department of state, branch operations, the department shall
10 maintain a full service secretary of state branch office in Buena
11 Vista Township.

12 Sec. 721. From the funds appropriated in part 1, the
13 department of state may collect ATM commission fees from companies
14 that have ATMs located in secretary of state branch offices. The
15 commission received from the use of these ATMs shall be credited to
16 the transportation administration collection fund created under
17 section 810b of the Michigan vehicle code, 1949 PA 300, MCL
18 257.810b.

19 **DEPARTMENT OF TECHNOLOGY, MANAGEMENT, AND BUDGET**

20 Sec. 801. (1) In addition to the funds appropriated in part 1,
21 there is appropriated an amount not to exceed \$4,000,000.00 for
22 federal contingency funds. These funds are not available for
23 expenditure until they have been transferred to another line item
24 in part 1 under section 393(2) of the management and budget act,
25 1984 PA 431, MCL 18.1393.

26 (2) In addition to the funds appropriated in part 1, there is

1 appropriated an amount not to exceed \$8,000,000.00 for state
2 restricted contingency funds. These funds are not available for
3 expenditure until they have been transferred to another line item
4 in part 1 under section 393(2) of the management and budget act,
5 1984 PA 431, MCL 18.1393.

6 (3) In addition to the funds appropriated in part 1, there is
7 appropriated an amount not to exceed \$150,000.00 for local
8 contingency funds. These funds are not available for expenditure
9 until they have been transferred to another line item in part 1
10 under section 393(2) of the management and budget act, 1984 PA 431,
11 MCL 18.1393.

12 (4) In addition to the funds appropriated in part 1, there is
13 appropriated an amount not to exceed \$100,000.00 for private
14 contingency funds. These funds are not available for expenditure
15 until they have been transferred to another line item in part 1
16 under section 393(2) of the management and budget act, 1984 PA 431,
17 MCL 18.1393.

18 Sec. 802. Proceeds in excess of necessary costs incurred in
19 the conduct of transfers or auctions of state surplus, salvage, or
20 scrap property made pursuant to section 267 of the management and
21 budget act, 1984 PA 431, MCL 18.1267, are appropriated to the
22 department of technology, management, and budget to offset costs
23 incurred in the acquisition and distribution of federal surplus
24 property. The department of technology, management, and budget
25 shall provide consolidated Internet auction services through the
26 state's contractors for all local units of government.

27 Sec. 803. (1) The department of technology, management, and

1 budget may receive and expend funds in addition to those authorized
2 by part 1 for maintenance and operation services provided
3 specifically to other principal executive departments or state
4 agencies, the legislative branch, the judicial branch, or private
5 tenants, or provided in connection with facilities transferred to
6 the operational jurisdiction of the department of technology,
7 management, and budget.

8 (2) The department of technology, management, and budget may
9 receive and expend funds in addition to those authorized by part 1
10 for real estate, architectural, design, and engineering services
11 provided specifically to other principal executive departments or
12 state agencies, the legislative branch, or the judicial branch.

13 (3) The department of technology, management, and budget may
14 receive and expend funds in addition to those authorized in part 1
15 for mail pickup and delivery services provided specifically to
16 other principal executive departments and state agencies, the
17 legislative branch, or the judicial branch.

18 (4) The department of technology, management, and budget may
19 receive and expend funds in addition to those authorized in part 1
20 for purchasing services provided specifically to other principal
21 executive departments and state agencies, the legislative branch,
22 or the judicial branch.

23 Sec. 804. (1) The source of financing in part 1 for statewide
24 appropriations shall be funded by assessments against longevity and
25 insurance appropriations throughout state government in a manner
26 prescribed by the department of technology, management, and budget.
27 Funds shall be used as specified in joint labor/management

1 agreements or through the coordinated compensation hearings
2 process. Any deposits made under this subsection and any
3 unencumbered funds are restricted revenues, may be carried over
4 into the succeeding fiscal years, and are appropriated.

5 (2) In addition to the funds appropriated in part 1 for
6 statewide appropriations, the department of technology, management,
7 and budget may receive and expend funds in such additional amounts
8 as may be specified in joint labor/management agreements or through
9 the coordinated compensation hearings process in the same manner
10 and subject to the same conditions as prescribed in subsection (1).

11 Sec. 805. To the extent a specific appropriation is required
12 for a detailed source of financing included in part 1 for the
13 department of technology, management, and budget appropriations
14 financed from special revenue and internal service and pension
15 trust funds, or MAIN user charges, the specific amounts are
16 appropriated within the special revenue internal service and
17 pension trust funds in portions not to exceed the aggregate amount
18 appropriated in part 1.

19 Sec. 806. In addition to the funds appropriated in part 1 to
20 the department of technology, management, and budget, the
21 department may receive and expend funds from other principal
22 executive departments and state agencies to implement
23 administrative leave bank transfer provisions as may be specified
24 in joint labor/management agreements. The amounts may also be
25 transferred to other principal executive departments and state
26 agencies under the joint agreement and any amounts transferred
27 under the joint agreement are authorized for receipt and

1 expenditure by the receiving principal executive department or
2 state agency. Any amounts received by the department of technology,
3 management, and budget under this section and intended, under the
4 joint labor/management agreements, to be available for use beyond
5 the close of the fiscal year and any unencumbered funds may be
6 carried over into the succeeding fiscal year.

7 Sec. 807. The source of financing in part 1 for the Michigan
8 administrative information network shall be funded by proportionate
9 charges assessed against the respective state funds benefiting from
10 this project in the amounts determined by the department.

11 Sec. 808. (1) Deposits against the interdepartmental grant
12 from building occupancy and parking charges appropriated in part 1
13 shall be collected, in part, from state agencies, the legislative
14 branch, and the judicial branch based on estimated costs associated
15 with maintenance and operation of buildings managed by the
16 department of technology, management, and budget. To the extent
17 excess revenues are collected due to estimates of building
18 occupancy charges exceeding actual costs, the excess revenues may
19 be carried forward into succeeding fiscal years for the purpose of
20 returning funds to state agencies.

21 (2) Appropriations in part 1 to the department of technology,
22 management, and budget, for management and budget services from
23 building occupancy charges and parking charges, may be increased to
24 return excess revenue collected to state agencies.

25 Sec. 809. The department of technology, management, and budget
26 shall notify the chairpersons of the senate and house of
27 representatives standing committees on appropriations and the

1 chairpersons of the senate and house of representatives standing
2 committees on appropriations subcommittees on general government on
3 any revisions that increase or decrease current contracts by more
4 than \$500,000.00 for computer software development, hardware
5 acquisition, or quality assurance at least 14 days before the
6 department of technology, management, and budget finalizes the
7 revisions.

8 Sec. 810. The department of technology, management, and budget
9 shall maintain an Internet website that contains notice of all
10 invitations for bids and requests for proposals over \$50,000.00
11 issued by the department or by any state agency operating under
12 delegated authority. The department shall not accept an invitation
13 for bid or request for proposal in less than 14 days after the
14 notice is made available on the Internet website, except in
15 situations where it would be in the best interest of the state and
16 documented by the department. In addition to the requirements of
17 this section, the department may advertise the invitations for bids
18 and requests for proposals in any manner the department determines
19 appropriate, in order to give the greatest number of individuals
20 and businesses the opportunity to make bids or requests for
21 proposals.

22 Sec. 811. The department of technology, management, and budget
23 may receive and expend funds from the Vietnam veterans memorial
24 monument fund as provided in the Michigan Vietnam veterans memorial
25 act, 1988 PA 234, MCL 35.1051 to 35.1057. Funds are appropriated
26 and allocated when received and may be expended upon receipt.

27 Sec. 812. The Michigan veterans' memorial park commission may

1 receive and expend money from any source, public or private,
2 including, but not limited to, gifts, grants, donations of money,
3 and government appropriations, for the purposes described in
4 Executive Order No. 2001-10. Funds are appropriated and allocated
5 when received and may be expended upon receipt. Any deposits made
6 under this section and unencumbered funds are restricted revenues
7 and may be carried over into succeeding fiscal years.

8 Sec. 813. (1) Funds in part 1 for motor vehicle fleet are
9 appropriated to the department of technology, management, and
10 budget for administration and for the acquisition, lease,
11 operation, maintenance, repair, replacement, and disposal of state
12 motor vehicles.

13 (2) The appropriation in part 1 for motor vehicle fleet shall
14 be funded by revenue from rates charged to principal executive
15 departments and agencies for utilizing vehicle travel services
16 provided by the department. Revenue in excess of the amount
17 appropriated in part 1 from the motor transport fund and any
18 unencumbered funds are restricted revenues and may be carried over
19 into the succeeding fiscal year.

20 (3) Pursuant to the department of technology, management, and
21 budget's authority under sections 213 and 215 of the management and
22 budget act, 1984 PA 431, MCL 18.1213 and 18.1215, the department
23 shall maintain a plan regarding the operation of the motor vehicle
24 fleet. The plan shall include the number of vehicles assigned to,
25 or authorized for use by, state departments and agencies, efforts
26 to reduce travel expenditures, the number of cars in the motor
27 vehicle fleet, the number of miles driven by fleet vehicles, and

1 the number of gallons of fuel consumed by fleet vehicles. The plan
2 shall include a calculation of the amount of state motor vehicle
3 fuel taxes that would have been incurred by fleet vehicles if fleet
4 vehicles were required by law to pay motor fuel taxes. The plan
5 shall include a description of fleet garage operations, the goods
6 sold and services provided by the fleet garage, the cost to operate
7 the fleet garage, the number of fleet garage locations, and the
8 number of employees assigned to each fleet garage. The plan may be
9 adjusted during the fiscal year based on needs and cost savings to
10 achieve the maximum value and efficiency from the state motor
11 fleet. Within 60 days after the close of the fiscal year, the
12 department shall provide a report to the senate and house of
13 representatives standing committees on appropriations and the
14 senate and house fiscal agencies detailing the current plan and
15 changes made to the plan during the fiscal year.

16 (4) The department of technology, management, and budget may
17 charge state agencies for fuel cost increases that exceed \$3.04 per
18 gallon of unleaded gasoline. The department shall notify state
19 agencies, in writing or by electronic mail, at least 30 days before
20 implementing additional charges for fuel cost increases. Revenues
21 received from these charges are appropriated upon receipt.

22 (5) In order to reduce costs and maintain quality, it is the
23 intent of the legislature that, excluding the fleet of motor
24 vehicles for the department of state police, when economically
25 feasible, the department of technology, management, and budget will
26 prioritize the utilization of remanufactured parts as the primary
27 means of maintenance and repair for the state of Michigan's fleet

1 of motor vehicles.

2 (6) The state budget director, upon notification to the senate
3 and house of representatives standing committees on appropriations,
4 may adjust spending authorization and the IDG from motor transport
5 fund in the department of technology, management, and budget in
6 order to ensure that the appropriations for motor vehicle fleet in
7 the department budget equal the expenditures for motor vehicle
8 fleet in the budgets for all executive branch agencies.

9 Sec. 814. The department of technology, management, and budget
10 shall develop a plan regarding the use of the funds appropriated in
11 part 1 for the enterprisewide information technology investment
12 projects. The plan shall include, but not be limited to, a
13 description of proposed information technology investment projects,
14 the time frame for completion of the information technology
15 investment projects, the proposed cost of the information
16 technology investment projects, the number of employees assigned to
17 implement each information technology investment project, the
18 contracts entered into for each information technology investment
19 project, and any other information the department deems necessary.
20 The plan shall be distributed to the senate and house of
21 representatives standing committees on appropriations subcommittees
22 on general government, as well as the senate and house fiscal
23 agencies on a quarterly basis. The submitted plan shall also
24 include anticipated spending reductions or overages for each of the
25 proposed information technology investment projects. The department
26 of technology, management, and budget shall notify the senate and
27 house of representatives standing committees on appropriations

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1 subcommittees on general government and the senate and house fiscal
2 agencies when a project funded under an information technology
3 investment project line item in part 1 is expected to require a
4 transfer of dollars from another project in excess of \$500,000.00.

[Sec. 815. (1) The department of technology, management, and budget shall review all existing and proposed capital improvement projects over \$500,000.00 for inclusion in an energy savings performance contract under the cost-effective governmental energy use act, 2012 PA 625, MCL 18.1711 to 18.1725.

(2) By February 15, 2015, the department of technology, management, and budget shall report to the senate and house appropriations subcommittees on general government and the senate and house fiscal agencies on the use of energy savings performance contracts. At a minimum, the report shall identify each capital improvement project over \$500,000.00 and for each project listed, include the following information:

(a) A brief project description.

(b) Whether the project was included in an energy savings performance contract, and if not, a brief explanation of why the project was not included in an energy savings performance contract.

(c) If applicable, identification of the energy savings performance contract and the qualified energy service provider under the contract.

(d) If included in an energy savings performance contract, an estimate of the energy savings to be achieved.

(e) If included in an energy savings performance contract, the cost of inclusion in the contract.]

5 Sec. 816. An RFP issued for the purpose of privatization shall
6 include all factors used in evaluating and determining price.

7 Sec. 817. The department of technology, management, and budget
8 may require that any vendor or subcontractor providing call or
9 contact center services to the state of Michigan disclose to
10 inbound callers the location from which the call or contact center
11 services are being provided.

12 Sec. 818. In addition to the funds appropriated in part 1, the
13 department of technology, management, and budget may receive and
14 expend money from the Michigan law enforcement officers memorial
15 memorial fund as provided in the Michigan law enforcement officers
16 memorial act, 2004 PA 177, MCL 28.781 to 28.787.

17 Sec. 819. In addition to the funds appropriated in part 1, the
18 department of technology, management, and budget may receive and
19 expend money from the Ronald Wilson Reagan memorial monument fund
20 as provided in the Ronald Wilson Reagan memorial monument fund
21 commission act, 2004 PA 489, MCL 399.261 to 399.266.

22 Sec. 820. The department shall make available to the public a
23 list of all parcels of real property owned by the state that are
24 available for purchase. The list shall be posted on the Internet
25 through the department's website.

26 Sec. 821. The department of technology, management, and budget
27 shall develop a plan regarding the office space consolidation

1 project, including the use of the funds appropriated pursuant to
2 2012 PA 200 for the space consolidation fund. The plan shall
3 include, but not be limited to, the description of the proposed
4 office space to be consolidated, the time frame for completion of
5 the office space consolidation, the proposed itemized cost of the
6 office space consolidation, the number of employees assigned to
7 implement the office space consolidation, the contracts entered
8 into for the office space consolidation, and any other information
9 the department deems necessary. The plan shall be updated and
10 distributed annually to the senate and house of representatives
11 standing committees on appropriations subcommittees on general
12 government, as well as the senate and house fiscal agencies.

13 Sec. 822. The department of technology, management, and budget
14 shall compile a report by January 1 pertaining to the salaries of
15 unclassified employees, as well as gubernatorial appointees, within
16 all state departments and agencies. The report shall enumerate each
17 unclassified employee and gubernatorial appointee and his or her
18 annual salary individually. The report shall be distributed to the
19 chairs of the senate and house of representatives standing
20 committees on appropriations subcommittees on general government,
21 as well as the senate and house fiscal agencies.

22 Sec. 822a. In addition to the general fund/general purpose
23 appropriations for special maintenance, remodeling, and addition -
24 state facilities in part 1, there is also appropriated related
25 federal and state restricted funds up to the amounts that will be
26 earned based upon the initiatives undertaken with the funds in part
27 1. The state budget director shall determine and authorize the

1 appropriate manner for implementing this section.

2 Sec. 822b. In addition to the general fund/general purpose
3 appropriations for enterprisewide information technology
4 investments in part 1, there is also appropriated related federal
5 and state restricted funds up to the amounts that will be earned
6 based upon the initiatives undertaken with the funds in part 1. The
7 state budget director shall determine and authorize the appropriate
8 manner for implementing this section.

9 Sec. 822d. (1) A public-private partnership investment fund is
10 created in MDTMB. Subject to subsections (2) and (3), public-
11 private partnership investments shall include, but are not limited
12 to, all of the following:

13 (a) Capital asset improvements including buildings, land, or
14 structures.

15 (b) Energy resource exploration, extraction, generation, and
16 sales.

17 (c) Financial and investment incentive opportunities.

18 (d) Infrastructure construction, maintenance, and operation.

19 (e) Public-private sector joint ventures that provide economic
20 benefit to an area or to the state.

21 (2) Public-private investments shall not include projects,
22 consultant expenses, staff effort, or any other activity related to
23 the development, financing, construction, operation, or
24 implementation of the Detroit River International Crossing or any
25 successor project unless the project is approved by the legislature
26 and signed into law.

27 (3) The state budget director shall determine whether or not a

1 specific public-private partnership investment opportunity
2 qualifies for funding under subsection (1).

3 (4) Investment development revenue, including a portion of the
4 proceeds from the sale of any public-private partnership investment
5 designated in subsection (1), shall be deposited into the fund
6 created in subsection (1) and shall be available for
7 administration, development, financing, marketing, and operating
8 expenditures associated with public-private partnerships, unless
9 otherwise provided by law. Public-private partnership investments
10 authorized in subsection (1) are authorized for public or private
11 operation or sale consistent with state law. Expenditures from the
12 fund are authorized for investment purposes as designated in
13 subsection (1) to enhance the marketable value of each investment.
14 The unencumbered balance remaining in the fund at the end of the
15 fiscal year may be carried forward for appropriation in future
16 years.

17 (5) An annual report shall be transmitted to the senate and
18 house of representatives standing committees on appropriations, the
19 senate and house fiscal agencies, and the state budget office not
20 later than December 31 of each year. This report shall detail both
21 of the following:

22 (a) The revenue and expenditure activity in the fund for the
23 preceding fiscal year.

24 (b) Public-private partnership investments as identified under
25 subsection (1).

26 (6) MDTMB shall monitor the revenue deposited in the public-
27 private partnership investment fund created in subsection (1). If

House Bill No. 5313 (H-1) as amended May 6, 2014

1 the revenue in the fund is insufficient to pay the amount
2 appropriated in part 1 for public-private partnership investment,
3 then MDTMB shall propose a legislative transfer to fund the line
4 from the appropriations in part 1.

5 Sec. 822e. The funds appropriated in part 1 shall not be used
6 to support any staff effort, projects, consultant expenses, or any
7 other activity related to the development, financing, construction,
8 operation, or implementation of the Detroit River International
9 Crossing or any successor project unless the project is approved by
10 the legislature and signed into law.

11 Sec. 822f. By October 15, 2014, the department shall provide a
12 report to the senate and house appropriations subcommittees on
13 general government and the senate and house fiscal agencies that
14 identifies fee and rate schedules to be used by state departments
15 and agencies for services, including information technology,
16 provided by the department during fiscal year 2015-2016. The report
17 shall also identify changes from fees and rates charged in fiscal
18 year 2014-2015 and include an explanation of the factors that
19 justified each fee and rate change.

20 Sec. 822g. The department of technology, management, and
21 budget shall provide assistance as necessary to the department of
22 state police regarding discussions with the city of Wayland on a
23 potential partnership between the city and the department of state
24 police for a joint public safety building located in that city.

[Sec. 822h. The department of technology, management, and budget,
working jointly with the department of state police, shall review and
evaluate the feasibility of repurposing the one division building in
Grand Rapids for a new state police crime laboratory. By January 1, 2015,
the department of technology, management, and budget shall report to the
senate and house appropriations subcommittees on general government and
the senate and house fiscal agencies on the results of that review,
including matters considered, any recommendations, and the reasons for
those recommendations.]

25 **INFORMATION TECHNOLOGY**

26 Sec. 823. (1) The department of technology, management, and

1 budget may sell and accept paid advertising for placement on any
2 state website under its jurisdiction. The department shall review
3 and approve the content of each advertisement. The department may
4 refuse to accept advertising from any person or organization or
5 require modification to advertisements based upon criteria
6 determined by the department. Revenue received under this
7 subsection shall be used for operating costs of the department and
8 for future technology enhancements to state of Michigan e-
9 government initiatives. Funds received under this subsection shall
10 be limited to \$250,000.00. Any funds in excess of \$250,000.00 shall
11 be deposited in the state general fund.

12 (2) The department of technology, management, and budget may
13 accept gifts, donations, contributions, bequests, and grants of
14 money from any public or private source to assist with the
15 underwriting or sponsorship of state webpages or services offered
16 on those webpages. A private or public funding source may receive
17 recognition in the webpage. The department of technology,
18 management, and budget may reject any gift, donation, contribution,
19 bequest, or grant.

20 (3) Funds accepted by the department of technology,
21 management, and budget under subsection (1) are appropriated and
22 allotted when received and may be expended upon approval of the
23 state budget director. The state budget office shall notify the
24 senate and house of representatives standing committees on
25 appropriations subcommittees on general government and the senate
26 and house fiscal agencies within 10 days after the approval is
27 given.

1 Sec. 824. The department of technology, management, and budget
2 may enter into agreements to supply spatial information and
3 technical services to other principal executive departments, state
4 agencies, local units of government, and other organizations. The
5 department of technology, management, and budget may receive and
6 expend funds in addition to those authorized in part 1 for
7 providing information and technical services, publications, maps,
8 and other products. The department of technology, management, and
9 budget may expend amounts received for salaries, supplies, and
10 equipment necessary to provide informational products and technical
11 services. Prior to December 1 of each year, the department shall
12 provide a report to the senate and house of representatives
13 standing committees on appropriations subcommittees on general
14 government, detailing the sources of funding and expenditures made
15 under this section.

16 Sec. 825. The legislature shall have access to all historical
17 and current data contained within MAIN pertaining to state
18 departments. State departments shall have access to all historical
19 and current data contained within MAIN.

20 Sec. 826. When used in this part and part 1, "information
21 technology services" means services involving all aspects of
22 managing and processing information, including, but not limited to,
23 all of the following:

- 24 (a) Application and mobile development and maintenance.
- 25 (b) Desktop computer support and management.
- 26 (c) Cyber security.
- 27 (d) Social media.

1 (e) Mainframe computer support and management.

2 (f) Server support and management.

3 (g) Local area network support and management, including, but
4 not limited to, wired and wireless network build-out, support, and
5 management.

6 (h) Information technology project management.

7 (i) Information technology planning and budget management.

8 (j) Telecommunication services, infrastructure, and support.

9 Sec. 827. (1) Funds appropriated in part 1 for the Michigan
10 public safety communications system shall be expended upon approval
11 of an expenditure plan by the state budget director.

12 (2) The department of technology, management, and budget shall
13 assess all subscribers of the Michigan public safety communications
14 system reasonable access and maintenance fees.

15 (3) All money received by the department of technology,
16 management, and budget under this section shall be expended for the
17 support and maintenance of the Michigan public safety
18 communications system.

19 (4) The department of technology, management, and budget shall
20 provide a report to the senate and house of representatives
21 standing committees on appropriations, the senate and house fiscal
22 agencies, and the state budget director on April 15 and on October
23 15, indicating the amount of revenue collected under this section
24 and expended for support and maintenance of the Michigan public
25 safety communications system for the immediately preceding 6-month
26 period. Any deposits made under this section and unencumbered funds
27 are restricted revenues and shall be carried forward into

1 succeeding fiscal years.

2 Sec. 828. The department of technology, management, and budget
3 shall submit a report for the immediately preceding fiscal year
4 ending September 30 to the senate and house of representatives
5 standing committees on appropriations subcommittees on general
6 government and the senate and house fiscal agencies by March 1. The
7 report shall include the following:

8 (a) The total amount of funding appropriated for information
9 technology services and projects, by funding source, for all
10 principal executive departments and agencies.

11 (b) A listing of the expenditures made from the amounts
12 received by the department of technology, management, and budget as
13 reported in subdivision (a).

14 Sec. 829. The department of technology, management, and budget
15 shall provide a report that analyzes and makes recommendations on
16 the life-cycle of information technology hardware and software. The
17 report shall be submitted to the senate and house of
18 representatives standing committees on appropriations subcommittees
19 on general government and the senate and house fiscal agencies by
20 March 1.

21 Sec. 830. By December 31, the department shall provide a
22 report that lists all information technology-related change orders
23 and follow-on contracts, greater than \$50,000.00, whether they are
24 bid, exercise options, or no-bid, and the amount of each change
25 order or contract extension contract entered into by the department
26 to the senate and house of representatives standing committees on
27 appropriations subcommittees on general government, the senate and

1 house fiscal agencies, and the state budget director.

2 Sec. 831. (1) The information, communications, and technology
3 innovation fund, established pursuant to 2011 PA 63, 2012 PA 200,
4 and 2013 PA 59, shall be administered by the department of
5 technology, management, and budget for the purpose of providing a
6 revolving, self-sustaining resource for financing information,
7 communications, and technology innovation projects. From the funds
8 appropriated to the information, communications, and technology
9 innovation fund by 2011 PA 63, 2012 PA 200, and 2013 PA 59, or
10 received by the information, communications, and technology
11 innovation fund under subsections (2) and (3), the department of
12 technology, management, and budget may issue loans to state
13 agencies, local units of government, colleges and universities in
14 this state, school districts, other public entities that provide
15 public sector services, and nonprofit organizations that provide
16 public sector services, as determined by the department of
17 technology, management, and budget in support of information,
18 communications, and technology innovation projects.

19 (2) In addition to funds appropriated by 2011 PA 63, 2012 PA
20 200, and 2013 PA 59, the information, communications, and
21 technology innovation fund may accept contributions, gifts,
22 bequests, devises, grants, and donations.

23 (3) In addition to the funds appropriated by 2011 PA 63, 2012
24 PA 200, and 2013 PA 59, money received by the department of
25 technology, management, and budget as repayment of information,
26 communications, and technology innovation project loans, or other
27 reimbursement or revenue received by the department of technology,

1 management, and budget as a result of information, communications,
2 and technology innovation project loans, interest earned on that
3 money, or subsection (2) revenue, shall be deposited in the
4 information, communications, and technology innovation fund and is
5 appropriated for information, communications, and technology
6 innovation fund projects described in subsection (1). At the close
7 of the fiscal year, any unencumbered funds remaining in the
8 information, communications, and technology innovation fund shall
9 remain in the fund and be carried forward into the succeeding
10 fiscal year.

11 (4) This section is not effective if legislation is enacted
12 that creates and provides for the administration and use of the
13 information, communications, and technology innovation fund.

14 Sec. 832. (1) The department of technology, management, and
15 budget shall inform the senate and house appropriations
16 subcommittees on general government and the senate and house fiscal
17 agencies within 30 days of any potential or actual penalties
18 assessed by the federal government for failure of the Michigan
19 child support enforcement system to achieve certification by the
20 federal government.

21 (2) If potential penalties are assessed by the federal
22 government, the department of technology, management, and budget
23 shall submit a report to the senate and house appropriations
24 subcommittees on general government and the senate and house fiscal
25 agencies within 90 days specifying the department's plans to avoid
26 actual penalties and ensure federal certification of the Michigan
27 child support enforcement system.

1 Sec. 833. (1) The state budget director, upon notification to
2 the senate and house of representatives standing committees on
3 appropriations, may adjust spending authorization and user fees in
4 the department of technology, management, and budget in order to
5 ensure that the appropriations for information technology in the
6 department budget equal the appropriations for information
7 technology in the budgets for all executive branch agencies.

8 (2) If during the course of the fiscal year a transfer or
9 supplemental to or from the information technology line item within
10 an agency budget is made under section 393 of the management and
11 budget act, 1984 PA 431, MCL 18.1393, there is appropriated an
12 equal amount of user fees in the department of technology,
13 management, and budget budget to accommodate an increase or
14 decrease in spending authorization.

15 Sec. 834. (1) Revenue collected from licenses issued under the
16 antenna site management project shall be deposited into the antenna
17 site management revolving fund created for this purpose in the
18 department of technology, management, and budget. The department
19 may receive and expend money from the fund for costs associated
20 with the antenna site management project, including the cost of a
21 third-party site manager. Any excess revenue remaining in the fund
22 at the close of the fiscal year shall be proportionately
23 transferred to the appropriate state restricted funds as designated
24 in statute or by constitution.

25 (2) An antenna shall not be placed on any site pursuant to
26 this section without complying with the respective local zoning
27 codes and local unit of government processes.

1 Sec. 835. In addition to the funds appropriated in part 1, the
2 funds collected by the department for supplying census-related
3 information and technical services, publications, statistical
4 studies, population projections and estimates, and other
5 demographic products are appropriated for all expenses necessary to
6 provide the required services. These funds are available for
7 expenditure when they are received and may be carried forward into
8 the next succeeding fiscal year.

9 Sec. 836. (1) From the funds appropriated in part 1 for
10 information technology investment projects, the department shall
11 conduct an analysis of public or private cloud computing
12 technologies for new projects. The analysis shall include, but is
13 not limited to, potential cost savings, data security, complexity,
14 and improved information technology flexibility for the state. The
15 department shall give preference to cloud computing technologies
16 that present the highest opportunity for information technology
17 savings and that have a proven track record.

18 (2) For existing projects or system upgrades, the department
19 shall conduct an analysis of migrating the project to a cloud-based
20 platform. The analysis shall include, but is not limited to,
21 potential cost savings, data security, complexity, and improved
22 information technology flexibility for the state. The department
23 shall give preference to cloud computing technologies that present
24 the highest opportunity for information technology savings.

25 **STATE BUILDING AUTHORITY RENT**

26 Sec. 842. (1) The state building authority rent appropriations

1 in part 1 may also be expended for the payment of required premiums
2 for insurance on facilities owned by the state building authority
3 or payment of costs that may be incurred as the result of any
4 deductible provisions in such insurance policies.

5 (2) If the amount appropriated in part 1 for state building
6 authority rent is not sufficient to pay the rent obligations and
7 insurance premiums and deductibles identified in subsection (1) for
8 state building authority projects, there is appropriated from the
9 general fund of the state the amount necessary to pay such
10 obligations.

11 CIVIL SERVICE COMMISSION

12 Sec. 850. (1) In accordance with section 5 of article XI of
13 the state constitution of 1963, all restricted funds shall be
14 assessed a sum not less than 1% of the total aggregate payroll paid
15 from those funds for financing the civil service commission on the
16 basis of actual 1% restricted sources total aggregate payroll of
17 the classified service for the preceding fiscal year. This
18 includes, but is not limited to, restricted funds appropriated in
19 part 1 of any appropriations act. Unexpended 1% appropriated funds
20 shall be returned to each 1% fund source at the end of the fiscal
21 year.

22 (2) The appropriations in part 1 are estimates of actual
23 charges based on payroll appropriations. With the approval of the
24 state budget director, the commission is authorized to adjust
25 financing sources for civil service charges based on actual payroll
26 expenditures, provided that such adjustments do not increase the

1 total appropriation for the civil service commission.

2 (3) The financing from restricted sources shall be credited to
3 the civil service commission by the end of the second fiscal
4 quarter.

5 Sec. 851. Except where specifically appropriated for this
6 purpose, financing from restricted sources shall be credited to the
7 civil service commission. For restricted sources of funding within
8 the general fund that have the legislative authority for carryover,
9 if current spending authorization or revenues are insufficient to
10 accept the charge, the shortage shall be taken from carryforward
11 balances of that funding source. Restricted revenue sources that do
12 not have carryforward authority shall be utilized to satisfy
13 commission operating deducts first and civil service obligations
14 second. General fund dollars are appropriated for any shortfall,
15 pursuant to approval by the state budget director.

16 Sec. 852. The appropriation in part 1 to the civil service
17 commission, for state-sponsored group insurance, flexible spending
18 accounts, and COBRA, represents amounts, in part, included within
19 the various appropriations throughout state government for the
20 current fiscal year to fund the flexible spending account program
21 included within the civil service commission. Deposits against
22 state-sponsored group insurance, flexible spending accounts, and
23 COBRA for the flexible spending account program shall be made from
24 assessments levied during the current fiscal year in a manner
25 prescribed by the civil service commission. Unspent employee
26 contributions to the flexible spending accounts may be used to
27 offset administrative costs for the flexible spending account

1 program, with any remaining balance of unspent employee
2 contributions to be lapsed to the general fund.

3 **CAPITAL OUTLAY**

4 Sec. 860. As used in sections 861 through 865:

5 (a) "Board" means the state administrative board.

6 (b) "Community college" does not include a state agency or
7 university.

8 (c) "Department" means the department of technology,
9 management, and budget.

10 (d) "Director" means the director of the department of
11 technology, management, and budget.

12 (e) "Fiscal agencies" means the senate fiscal agency and the
13 house fiscal agency.

14 (f) "State agency" means an agency of state government. State
15 agency does not include a community college or university.

16 (g) "State building authority" means the authority created
17 under 1964 PA 183, MCL 830.411 to 830.425.

18 (h) "University" means a 4-year university supported by the
19 state. University does not include a community college or a state
20 agency.

21 Sec. 861. Each capital outlay project authorized in this part
22 and part 1 or any previous capital outlay act shall comply with the
23 procedures required by the management and budget act, 1984 PA 431,
24 MCL 18.1101 to 18.1594.

25 Sec. 862. (1) The department shall provide the JCOS, state
26 budget director, and the senate and house fiscal agencies with

1 reports as considered necessary relative to the status of each
2 planning or construction project financed by the state building
3 authority, by this part and part 1, or by previous acts.

4 (2) Before the end of each fiscal year, the department shall
5 report to the JCOS, state budget director, and the senate and house
6 fiscal agencies for each capital outlay project other than lump
7 sums all of the following:

8 (a) The account number and name of each construction project.

9 (b) The balance remaining in each account.

10 (c) The date of the last expenditure from the account.

11 (d) The anticipated date of occupancy if the project is under
12 construction.

13 (e) The appropriations history for the project.

14 (f) The professional service contractor.

15 (g) The amount of the project financed with federal funds.

16 (h) The amount of the project financed through the state
17 building authority.

18 (i) The total authorized cost for the project and the state
19 authorized share if different than the total.

20 (3) Before the end of each fiscal year, the department shall
21 report the following for each project by a state agency,
22 university, or community college that is authorized for planning
23 but is not yet authorized for construction:

24 (a) The name of the project and account number.

25 (b) Whether a program statement is approved.

26 (c) Whether schematics are approved by the department.

27 (d) Whether preliminary plans are approved by the department.

1 (e) The name of the professional service contractor.

2 (4) As used in this section, "project" includes appropriation
3 line items made for purchase of real estate.

4 Sec. 864. The appropriations in part 1 for capital outlay
5 shall be carried forward at the end of the fiscal year consistent
6 with the provisions of section 248 of the management and budget
7 act, 1984 PA 431, MCL 18.1248.

8 Sec. 865. (1) A site preparation economic development fund is
9 created in the department. As used in this section, "economic
10 development sites" means those state-owned sites declared as
11 surplus property pursuant to section 251 of the management and
12 budget act, 1984 PA 431, MCL 18.1251, that would provide economic
13 benefit to the area or to the state. The Michigan economic
14 development corporation board and the state budget director shall
15 determine whether or not a specific state-owned site qualifies for
16 inclusion in the fund created under this subsection.

17 (2) Proceeds from the sale of any sites designated in
18 subsection (1) shall be deposited into the fund created in
19 subsection (1) and shall be available for site preparation
20 expenditures, unless otherwise provided by law. The economic
21 development sites authorized in subsection (1) are authorized for
22 sale consistent with state law. Expenditures from the fund are
23 authorized for site preparation activities that enhance the
24 marketable sale value of the sites. Site preparation activities
25 include, but are not limited to, demolition, environmental studies
26 and abatement, utility enhancement, and site excavation.

27 (3) A cash advance in an amount of not more than

1 \$25,000,000.00 is authorized from the general fund to the site
2 preparation economic development fund.

3 (4) An annual report shall be transmitted to the senate and
4 house of representatives standing committees on appropriations not
5 later than December 31 of each year. This report shall detail both
6 of the following:

7 (a) The revenue and expenditure activity in the fund for the
8 preceding fiscal year.

9 (b) The sites identified as economic development sites under
10 subsection (1).

11 Sec. 866. For the state building authority financed
12 construction authorization in part 1, the legislature hereby
13 determines that the leasing of the facility from the authority is
14 for a public purpose as authorized under 1964 PA 183, MCL 830.411
15 to 830.425. The legislature approves and authorizes the lease and
16 conveyance of property to the state building authority, the state
17 building authority acquiring the facility and leasing it to the
18 state and the educational institution, as applicable, and the
19 governor and secretary of state executing the lease for and on
20 behalf of the state pursuant to the requirements of 1964 PA 183,
21 MCL 830.411 to 830.425. Per the requirements of the lease, the
22 legislature also agrees to appropriate annually sufficient amounts
23 to pay the rent as obligated pursuant to the lease.

24 **CAPITAL OUTLAY - UNIVERSITIES AND COMMUNITY COLLEGES**

25 Sec. 873. (1) This section applies only to projects for
26 community colleges.

1 (2) State support is directed towards the remodeling and
2 additions, special maintenance, or construction of certain
3 community college buildings. The community college shall obtain or
4 provide for site acquisition and initial main utility installation
5 to operate the facility. Funding shall be composed of local and
6 state shares and not more than 50% of a capital outlay project, not
7 including a lump-sum special maintenance project or remodeling and
8 addition project, for a community college shall be appropriated
9 from state and federal funds, unless otherwise appropriated by the
10 legislature.

11 (3) An expenditure under this part and part 1 is authorized
12 when the release of the appropriation is approved by the board upon
13 the recommendation of the director. The director may recommend to
14 the board the release of any appropriation in part 1 only after the
15 director is assured that the legal entity operating the community
16 college to which the appropriation is made has complied with this
17 part and part 1 and has matched the amounts appropriated as
18 required by this part and part 1. A release of funds in part 1
19 shall not exceed 50% of the total cost of planning and construction
20 of any project, not including lump-sum remodeling and additions and
21 special maintenance, unless otherwise appropriated by the
22 legislature. Further planning and construction of a project
23 authorized by this part and part 1 or applicable sections of the
24 management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594,
25 shall be in accordance with the purpose and scope as defined and
26 delineated in the approved program statements and planning
27 documents. This part and part 1 are applicable to all projects for

1 which planning appropriations were made in previous acts.

2 (4) The community college shall take the steps necessary to
3 secure available federal construction and equipment money for
4 projects funded for construction in this part and part 1 if an
5 application was not previously made. If there is a reasonable
6 expectation that a prior year unfunded application may receive
7 federal money in a subsequent year, the college shall take whatever
8 action necessary to keep the application active.

9 Sec. 874. If university and community college matching
10 revenues are received in an amount less than the appropriations for
11 capital projects contained in this part and part 1, the state funds
12 shall be reduced in proportion to the amount of matching revenue
13 received.

14 Sec. 875. (1) The director may require that community colleges
15 and universities that have an authorized project listed in part 1
16 submit documentation regarding the project match and governing
17 board approval of the authorized project not more than 60 days
18 after the beginning of the fiscal year.

19 (2) If the documentation required by the director under
20 subsection (1) is not submitted, or does not adequately
21 authenticate the availability of the project match or board
22 approval of the authorized project, the authorization may
23 terminate. The authorization terminates 30 days after the director
24 notifies the JCOS of the intent to terminate the project unless the
25 JCOS convenes to extend the authorization.

26 **ONE-TIME APPROPRIATIONS**

1 Sec. 890. (1) The funds appropriated in part 1 for the
2 regional prosperity initiative are to be used as grants to eligible
3 regional planning organizations qualifying for funding as a
4 regional prosperity collaborative, a regional prosperity council,
5 or a regional prosperity board. A regional planning organization
6 may not qualify for funding under more than 1 category in the same
7 state fiscal year. An eligible regional planning organization is
8 defined under any of the following:

9 (a) An existing regional planning commission pursuant to 1945
10 PA 281, MCL 125.11 to 125.25.

11 (b) An existing regional economic development commission
12 pursuant to 1966 PA 46, MCL 125.1231 to 125.1237.

13 (c) An existing metropolitan area council pursuant to 1989 PA
14 292, MCL 124.651 to 124.729.

15 (d) A Michigan metropolitan planning organization pursuant to
16 the moving ahead for progress in the 21st century act, Public Law
17 112-141.

18 (2) Regional planning organizations may qualify to receive not
19 more than \$250,000.00 of incentive based funding as a regional
20 prosperity collaborative subject to meeting all of the following
21 requirements:

22 (a) The existence or formation of a regional prosperity
23 collaborative, defined as any committee developed by a regional
24 planning organization which serves to bring organizational
25 representation together from private, public, and nonprofit
26 entities within a region for the purpose of creating a phase one:
27 regional prosperity plan, as follows:

1 (i) The collaborative must include regional representatives
2 from adult education, workforce development, economic development,
3 transportation, and higher education organizations.

4 (ii) The phase one: regional prosperity plan is required, at a
5 minimum, to include a 5-year economic development blueprint for the
6 region, a performance dashboard and measurable annual goals.

7 (iii) The 5-year economic development blueprint must include
8 plans related to regional planning of adult education, workforce
9 development, economic development, transportation, and higher
10 education.

11 (iv) The regional prosperity collaborative shall adopt its
12 phase one: regional prosperity plan by a 2/3 majority vote of its
13 members.

14 (b) Accountability and transparency, which requires the
15 regional prosperity collaborative to meet the following
16 requirements:

17 (i) Convene monthly meetings to consider and discuss issues
18 leading to a common vision of economic prosperity for the region,
19 including, but not limited to, economic development, talent, and
20 infrastructure opportunities.

21 (ii) Make available on a publicly accessible Internet site by 1
22 or all of the regional prosperity collaborative member
23 organizations, pertinent documents, including, but not limited to,
24 monthly meeting agendas, minutes of monthly meetings, and the
25 regional prosperity plan and performance dashboard.

26 (c) The existence of a status report detailing the spending
27 associated with previous regional prosperity initiative grants.

1 Organizations that have successfully received grant awards in
2 previous fiscal years shall be required to make available to the
3 department and on a publicly accessible Internet site information
4 regarding the use of those grant dollars.

5 (3) Regional planning organizations eligible to receive a
6 payment as a regional prosperity collaborative under subsection (2)
7 may qualify to receive a 1-time grant of not more than \$75,000.00
8 for feasibility and process mapping to produce a plan to transform
9 the regional prosperity collaborative into a regional prosperity
10 council or regional prosperity board, including necessary local
11 formal agreements, to make recommendations that eliminate
12 duplicative efforts and administrative functions, and to leverage
13 resources through cooperation, collaboration, and consolidations of
14 structures throughout the region. Plans produced to transform the
15 regional prosperity collaborative into a regional prosperity
16 council or regional prosperity board shall be made available on a
17 publicly accessible Internet site by at least 1 of the regional
18 prosperity collaborative member organizations.

19 (4) Regional planning organizations may qualify to receive not
20 more than \$375,000.00 of incentive based funding as a regional
21 prosperity council subject to meeting all of the following
22 requirements:

23 (a) The formation of a regional prosperity council, defined as
24 a regional body with representation from private, public, and
25 nonprofit entities with shared administrative services and an
26 executive governing entity, as demonstrated by a formal local
27 agreement or agreements for the purpose of creating a phase two:

1 regional prosperity plan, as follows:

2 (i) The council must include regional representatives from
3 adult education, workforce development, economic development,
4 transportation, and higher education organizations.

5 (ii) The council shall identify additional opportunities for
6 shared administrative services and decision-making among the
7 private, public, and nonprofit entities within the region and
8 continue collaboration among regional prosperity council members,
9 including, but not limited to, representatives from adult education
10 providers, workforce development agencies, economic development
11 agencies, transportation service providers, and higher education
12 institutions.

13 (iii) The phase two: regional prosperity plan is required to
14 include a status report of the approved 5-year plan and the
15 addition of a 10-year economic development blueprint for the
16 region, including a performance dashboard with measurable annual
17 goals, and a prioritized list of regional projects.

18 (iv) The regional prosperity council shall adopt its phase two:
19 regional prosperity plan by a 2/3 vote.

20 (b) Accountability and transparency, which requires the
21 regional prosperity council to meet the following requirements:

22 (i) Convene monthly meetings to consider, discuss, and make
23 business decisions on issues leading to a common vision of economic
24 prosperity for the region, including, but not limited to, economic
25 development, talent, and infrastructure opportunities.

26 (ii) Make available on a publicly accessible Internet site by 1
27 or all of the regional prosperity council member organizations,

1 pertinent documents, including, but not limited to, monthly meeting
2 agendas, minutes of monthly meetings, local agreements pertinent to
3 the organization and operations of the council, feasibility
4 studies, the regional prosperity plan, and performance dashboard.

5 (c) The existence of a status report detailing the spending
6 associated with previous regional prosperity initiative grants.
7 Organizations that have successfully received grant awards in
8 previous fiscal years shall be required to make available to the
9 department and on a publicly accessible Internet site information
10 regarding the use of those grant dollars.

11 (5) Regional planning organizations eligible to receive a
12 payment as a regional prosperity council under subsection (4) may
13 qualify to receive a 1-time grant of not more than \$75,000.00 for
14 feasibility and process mapping to produce a plan to transform the
15 regional prosperity council into a regional prosperity board,
16 including a singular private/public governance structure that
17 comports with federal guidelines for governance under the workforce
18 investment act, Public Law 105-220, the moving ahead for progress
19 in the 21st century act, Public Law 112-141, the economic
20 development administration and Appalachian regional development
21 reform act of 1998, Public Law 105-393, and recommendations to
22 eliminate duplicative efforts, administrative functions, and
23 leverage resources through cooperation, collaboration, and
24 consolidations of structures throughout the region.

25 (6) Regional planning organizations may qualify to receive not
26 more than \$500,000.00 of incentive based funding as a regional
27 prosperity board subject to meeting all of the following

1 requirements:

2 (a) The formation of a regional prosperity board, defined as a
3 regional body with representation from private, public, and
4 nonprofit entities engaged in joint decision-making practices for
5 the purpose of creating a phase three: regional prosperity plan, as
6 follows:

7 (i) The board, at a minimum, must demonstrate the consolidation
8 of regional metropolitan planning organization board or boards,
9 state designated regional planning agency board or boards,
10 workforce development board or boards, and federally designated
11 economic development district or districts.

12 (ii) The board shall create a regional services recommendations
13 report outlining the prioritized list of state funded services and
14 programs provided to the region, and recommendations for state-
15 regional partnerships to support the adopted regional prosperity
16 plan.

17 (iii) The phase three: regional prosperity plan is required to
18 include a status report of the approved 10-year plan.

19 (iv) The regional prosperity board shall adopt its phase three:
20 regional prosperity plan by a 2/3 vote of its members.

21 (b) Accountability and transparency, which requires the
22 regional prosperity board to meet the following requirements:

23 (i) Convene monthly meetings to consider, discuss, and make
24 business decisions on issues leading to a common vision of economic
25 prosperity for the region, including, but not limited to, economic
26 development, talent, and infrastructure opportunities.

27 (ii) Make available on a publicly accessible Internet site by 1

1 or all of the regional prosperity board member organizations,
2 pertinent documents, including, but not limited to, monthly meeting
3 agendas, minutes of monthly meetings, local agreements pertinent to
4 the organization and operations of the council, feasibility
5 studies, the regional prosperity plan, performance dashboard, and
6 the regional services recommendation report.

7 (7) Regional planning organizations eligible to receive a
8 payment as a regional prosperity board under subsection (6) may
9 qualify to receive not more than \$125,000.00, to build or enhance
10 infrastructure or tools necessary to facilitate greater
11 collaboration among regional prosperity board members, and to
12 implement the regional prosperity plan projects.

13 (8) Regional planning organizations eligible to receive a
14 payment as a regional prosperity collaborative, board, or council
15 may partner with other eligible regional planning organizations as
16 defined in this section to submit joint applications. In the
17 instance of a joint application, 1 regional planning organization
18 must be utilized as the overall applicant. The department may award
19 a joint application award of no greater than the sum of potential
20 application dollars which would have otherwise been available
21 through individual applications.

22 (9) The department shall develop an application process and
23 method of grant distribution for the regional prosperity
24 initiative. Funding applications from regional planning
25 organizations shall be due to the department by November 1, 2014.
26 The department shall notify regional planning organizations of
27 grant application status by January 1, 2015. The department shall

1 ensure that processes are established to verify that qualifying
2 regional planning organizations meet the requirements under
3 subsections (2), (3), (4), (5), (6), and (7), as applicable.

4 (10) Unexpended funds appropriated in part 1 for the regional
5 prosperity initiative are designated as work project
6 appropriations, and any unencumbered or unallotted funds shall not
7 lapse at the end of the fiscal year and shall be available for
8 expenditure for regional prosperity initiative projects under this
9 section until the projects have been completed. The following is in
10 compliance with section 451a of the management and budget act, 1984
11 PA 431, MCL 18.1451a:

12 (a) The purpose of the projects is to provide incentive-based
13 grants to recipients under this section.

14 (b) The projects will be accomplished by grants to qualified
15 regional planning organizations.

16 (c) The total estimated cost of all projects is \$2,500,000.00.

17 (d) The estimated completion date is September 30, 2019.

18 Sec. 891. The department of technology, management, and budget
19 shall report quarterly to the senate and house appropriations
20 subcommittees on general government and the senate and house fiscal
21 agencies on litigation fund expenditures. The report shall itemize
22 expenditures by case, purpose, and department involved.

23 Sec. 895. (1) The amount appropriated in part 1 for Michigan
24 business one stop - depreciation expenses shall be expended solely
25 to pay the remaining capitalized development cost of the Michigan
26 business one stop.

27 (2) Notwithstanding subsection (1), the department shall not

1 charge state departments for nor expend state resources on the
2 continued development, maintenance, or operation of the Michigan
3 business one stop.

4 (3) The state budget director shall reduce user fees charged
5 to state departments by amounts equivalent to the reduction in
6 appropriation for the Michigan business one stop.

7 **DEPARTMENT OF TREASURY**

8 **OPERATIONS**

9 Sec. 901. (1) In addition to the funds appropriated in part 1,
10 there is appropriated an amount not to exceed \$1,000,000.00 for
11 federal contingency funds. These funds are not available for
12 expenditure until they have been transferred to another line item
13 in part 1 under section 393(2) of the management and budget act,
14 1984 PA 431, MCL 18.1393.

15 (2) In addition to the funds appropriated in part 1, there is
16 appropriated an amount not to exceed \$10,000,000.00 for state
17 restricted contingency funds. These funds are not available for
18 expenditure until they have been transferred to another line item
19 in part 1 under section 393(2) of the management and budget act,
20 1984 PA 431, MCL 18.1393.

21 (3) In addition to the funds appropriated in part 1, there is
22 appropriated an amount not to exceed \$200,000.00 for local
23 contingency funds. These funds are not available for expenditure
24 until they have been transferred to another line item in part 1
25 under section 393(2) of the management and budget act, 1984 PA 431,
26 MCL 18.1393.

1 (4) In addition to the funds appropriated in part 1, there is
2 appropriated an amount not to exceed \$40,000.00 for private
3 contingency funds. These funds are not available for expenditure
4 until they have been transferred to another line item in part 1
5 under section 393(2) of the management and budget act, 1984 PA 431,
6 MCL 18.1393.

7 Sec. 902. (1) Amounts needed to pay for interest, fees,
8 principal, mandatory and optional redemptions, arbitrage rebates as
9 required by federal law, and costs associated with the payment,
10 registration, trustee services, credit enhancements, and issuing
11 costs in excess of the amount appropriated to the department of
12 treasury in part 1 for debt service on notes and bonds that are
13 issued by the state under sections 14, 15, and 16 of article IX of
14 the state constitution of 1963 as implemented by 1967 PA 266, MCL
15 17.451 to 17.455, are appropriated.

16 (2) In addition to the amount appropriated to the department
17 of treasury for debt service in part 1, there is appropriated an
18 amount for fiscal year cash-flow borrowing costs to pay for
19 interest on interfund borrowing made under 1967 PA 55, MCL 12.51 to
20 12.53.

21 (3) In addition to the amount appropriated to the department
22 of treasury for debt service in part 1, there is appropriated all
23 repayments received by the state on loans made from the school bond
24 loan fund not required to be deposited in the school loan revolving
25 fund by or pursuant to section 4 of 1961 PA 112, MCL 388.984, to
26 the extent determined by the state treasurer, for the payment of
27 debt service, including, without limitation, optional and mandatory

1 redemptions, on bonds, notes or commercial paper issued by the
2 state pursuant to 1961 PA 112, MCL 388.981 to 388.985.

3 Sec. 902a. The department of treasury shall notify the senate
4 and house of representatives standing committees on appropriations,
5 the senate and house fiscal agencies, and the state budget office
6 not more than 30 days after a refunding or restructuring bond issue
7 is sold. The notification shall compare the annual debt service
8 prior to the refinancing or restructuring, the annual debt service
9 after the refinancing or restructuring, the change in the principal
10 and interest over the duration of the debt, and the projected
11 change in the present value of the debt service due to the
12 refinancing and restructuring.

13 Sec. 903. (1) From the funds appropriated in part 1, the
14 department of treasury may contract with private collection
15 agencies and law firms to collect taxes and other accounts due this
16 state. In addition to the amounts appropriated in part 1 to the
17 department of treasury, there are appropriated amounts necessary to
18 fund collection costs and fees not to exceed 25% of the collections
19 or 2.5% plus operating costs, whichever amount is prescribed by
20 each contract. The appropriation to fund collection costs and fees
21 for the collection of taxes or other accounts due this state are
22 from the fund or account to which the revenues being collected are
23 recorded or dedicated. However, if the taxes collected are
24 constitutionally dedicated for a specific purpose, the
25 appropriation of collection costs and fees are from the general
26 purpose account of the general fund.

27 (2) From the funds appropriated in part 1, the department of

1 treasury may contract with private collections agencies and law
2 firms to collect defaulted student loans and other accounts due the
3 Michigan guaranty agency. In addition to the amounts appropriated
4 in part 1 to the department of treasury, there are appropriated
5 amounts necessary to fund collection costs and fees not to exceed
6 24.34% of the collection or a lesser amount as prescribed by the
7 contract. The appropriation to fund collection costs and fees for
8 the auditing and collection of defaulted student loans due the
9 Michigan guaranty agency is from the fund or account to which the
10 revenues being collected are recorded or dedicated.

11 (3) The department of treasury shall submit a report for the
12 immediately preceding fiscal year ending September 30 to the state
13 budget director and the senate and house of representatives
14 standing committees on appropriations not later than November 30
15 stating the agencies or law firms employed, the amount of
16 collections for each, the costs of collection, and other pertinent
17 information relating to determining whether this authority should
18 be continued.

19 Sec. 904. (1) The department of treasury, through its bureau
20 of investments, may charge an investment service fee against the
21 applicable retirement funds. The fees may be expended for necessary
22 salaries, wages, contractual services, supplies, materials,
23 equipment, travel, worker's compensation insurance premiums, and
24 grants to the civil service commission and state employees'
25 retirement funds. Service fees shall not exceed the aggregate
26 amount appropriated in part 1. The department of treasury shall
27 maintain accounting records in sufficient detail to enable the

1 retirement funds to be reimbursed periodically for fee revenue that
2 is determined by the department of treasury to be surplus.

3 (2) In addition to the funds appropriated in part 1 from the
4 retirement funds to the department of treasury, there is
5 appropriated from retirement funds an amount sufficient to pay for
6 the services of money managers, investment advisors, investment
7 consultants, custodians, and other outside professionals, the state
8 treasurer considers necessary to prudently manage the retirement
9 funds' investment portfolios. The state treasurer shall report
10 annually to the senate and house of representatives standing
11 committees on appropriations and the state budget office concerning
12 the performance of each portfolio by investment advisor.

13 Sec. 904a. (1) There is appropriated an amount sufficient to
14 recognize and pay expenditures for financial services provided by
15 financial institutions as provided under section 1 of 1861 PA 111,
16 MCL 21.181.

17 (2) The appropriations under subsection (1) shall be funded by
18 restricting revenues from common cash interest earnings and
19 investment earnings in an amount sufficient to record these
20 expenditures.

21 Sec. 905. A revolving fund known as the municipal finance fee
22 fund is created in the department of treasury. Fees are established
23 under the revised municipal finance act, 2001 PA 34, MCL 141.2101
24 to 141.2821, and the fees collected shall be credited to the
25 municipal finance fee fund and may be carried forward for future
26 appropriation.

27 Sec. 906. (1) The department of treasury shall charge for

1 audits as permitted by state or federal law or under contractual
2 arrangements with local units of government, other principal
3 executive departments, or state agencies. A report detailing audits
4 performed and audit charges for the immediately preceding fiscal
5 year shall be submitted to the state budget director and the senate
6 and house fiscal agencies not later than November 30.

7 (2) A revolving fund known as the audit charges fund is
8 created in the department of treasury. The contractual charges
9 collected shall be credited to the audit charges fund and may be
10 carried forward for future appropriation.

11 Sec. 907. A revolving fund known as the assessor certification
12 and training fund is created in the department of treasury. The
13 assessor certification and training fund shall be used to organize
14 and operate a property assessor certification and training program.
15 Each participant certified and trained shall pay to the department
16 of treasury examination fees not to exceed \$50.00 per examination
17 and certification fees not to exceed \$175.00. Training courses
18 shall be offered in assessment administration. Each participant
19 shall pay a fee to cover the expenses incurred in offering the
20 optional programs to certified assessing personnel and other
21 individuals interested in an assessment career opportunity. The
22 fees collected shall be credited to the assessor certification and
23 training fund.

24 Sec. 908. The amount appropriated in part 1 to the department
25 of treasury, home heating assistance program, is to cover the
26 costs, including data processing, of administering federal home
27 heating credits to eligible claimants and to administer the

1 supplemental fuel cost payment program for eligible tax credit and
2 welfare recipients.

3 Sec. 909. Revenue from the airport parking tax act, 1987 PA
4 248, MCL 207.371 to 207.383, is appropriated and shall be
5 distributed under section 7a of the airport parking tax act, 1987
6 PA 248, MCL 207.377a.

7 Sec. 910. The disbursement by the department of treasury from
8 the bottle deposit fund to dealers as required by section 3c(2) of
9 1976 IL 1, MCL 445.573c, is appropriated.

10 Sec. 911. (1) There is appropriated an amount sufficient to
11 recognize and pay refundable income tax credits as provided by the
12 management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

13 (2) The appropriations under subsection (1) shall be funded by
14 restricting income tax revenue in an amount sufficient to record
15 these expenditures.

16 Sec. 912. A plaintiff in a garnishment action involving this
17 state shall pay to the state treasurer 1 of the following:

18 (a) A fee of \$6.00 at the time a writ of garnishment of
19 periodic payments is served upon the state treasurer, as provided
20 in section 4012 of the revised judicature act of 1961, 1961 PA 236,
21 MCL 600.4012.

22 (b) A fee of \$6.00 at the time any other writ of garnishment
23 is served upon the state treasurer, except that the fee shall be
24 reduced to \$5.00 for each writ of garnishment for individual income
25 tax refunds or credits filed by magnetic media.

26 Sec. 913. (1) The department of treasury may contract with
27 private firms to appraise and, if necessary, appeal the assessments

1 of senior citizen cooperative housing units. Payment for this
2 service shall be from savings resulting from the appraisal or
3 appeal process.

4 (2) Of the funds appropriated in part 1 to the department of
5 treasury for the senior citizens' cooperative housing tax exemption
6 program, a portion may be utilized for a program audit of the
7 program. The department of treasury shall forward copies of any
8 audit report completed to the senate and house of representatives
9 standing committees on appropriations subcommittees on general
10 government and to the state budget office. The department of
11 treasury may utilize up to 1% of the funds for program
12 administration and auditing.

13 Sec. 914. The department of treasury may provide a \$200.00
14 annual prize from the Ehlers internship award account in the gifts,
15 bequests, and deposit fund to the runner-up of the Rosenthal prize
16 for interns. The Ehlers internship award account is interest
17 bearing.

18 Sec. 915. Pursuant to section 61 of the Michigan campaign
19 finance act, 1976 PA 388, MCL 169.261, there is appropriated from
20 the general fund to the state campaign fund an amount equal to the
21 amounts designated for tax year 2013. Except as otherwise provided
22 in this section, the amount appropriated shall not revert to the
23 general fund and shall remain in the state campaign fund. Any
24 amounts remaining in the state campaign fund in excess of
25 \$10,000,000.00 on December 31 shall revert to the general fund.

26 Sec. 916. The department of treasury may make available to
27 interested entities otherwise unavailable customized unclaimed

1 property listings of nonconfidential information in its possession.
2 The charge for this information is as follows: 1 to 100,000 records
3 at 2.5 cents per record and 100,001 or more records at .5 cents per
4 record. The revenue received from this service shall be deposited
5 to the appropriate revenue account or fund. The department shall
6 submit an annual report on or before June 1 to the state budget
7 director and the senate and house of representatives standing
8 committees on appropriations that states the amount of revenue
9 received from the sale of information.

10 Sec. 917. (1) There is appropriated for write-offs and
11 advances an amount equal to total write-offs and advances for
12 departmental programs, but not to exceed current year
13 authorizations that would otherwise lapse to the general fund.

14 (2) The department of treasury shall submit a report for the
15 immediately preceding fiscal year to the state budget director and
16 the senate and house fiscal agencies not later than November 30
17 stating the amounts appropriated for write-offs and advances under
18 subsection (1).

19 Sec. 918. In addition to funds appropriated in part 1, the
20 department of treasury may receive and expend funds for conducting
21 tax orientation workshops and seminars. Funds received may not
22 exceed costs incurred in conducting the workshops and seminars.

23 Sec. 919. (1) From funds appropriated in part 1, the
24 department of treasury may contract with private auditing firms to
25 audit for and collect unclaimed property due this state in
26 accordance with the uniform unclaimed property act, 1995 PA 29, MCL
27 567.221 to 567.265. In addition to the amounts appropriated in part

1 1 to the department of treasury, there are appropriated amounts
2 necessary to fund auditing and collection costs and fees not to
3 exceed 12% of the collections, or a lesser amount as prescribed by
4 the contract. The appropriation to fund collection costs and fees
5 for the auditing and collection of unclaimed property due this
6 state is from the fund or account to which the revenues being
7 collected are recorded or dedicated.

8 (2) The department of treasury shall submit a report for the
9 immediately preceding fiscal year ending September 30 to the state
10 budget director and the senate and house of representatives
11 standing committees on appropriations not later than November 30
12 stating the auditing firms employed, the amount of collections for
13 each, the costs of collection, and other pertinent information
14 relating to determining whether this authority should be continued.

15 Sec. 924. (1) In addition to the funds appropriated in part 1,
16 the department of treasury may receive and expend principal
17 residence audit fund revenue for administration of principal
18 residence audits under the general property tax act, 1893 PA 206,
19 MCL 211.1 to 211.155.

20 (2) The department of treasury shall submit a report for the
21 immediately preceding fiscal year to the state budget director and
22 the senate and house fiscal agencies not later than December 31
23 stating the amount of exemptions denied and the revenue received
24 under the program.

25 Sec. 926. Unexpended appropriations of the John R. Justice
26 grant program are designated as work project appropriations and
27 shall not lapse at the end of the fiscal year and shall continue to

1 be available for expenditure until the project has been completed.
2 The following is in compliance with section 451a of the management
3 and budget act, 1984 PA 431, MCL 18.1451a:

4 (a) The purpose of the project is to provide student loan
5 forgiveness to qualified public defenders and prosecutors.

6 (b) The project will be accomplished by utilizing state
7 employees or contracts with private vendors, or both.

8 (c) The total estimated cost of the project is \$287,700.00.

9 (d) The tentative completion date is September 30, 2016.

10 Sec. 927. The department of treasury shall submit annual
11 progress reports to the senate and house of representatives
12 standing committees on appropriations subcommittees on general
13 government and the senate and house fiscal agencies, regarding
14 personal property tax audits. The report shall include the number
15 of audits, revenue generated, and number of complaints received by
16 the department related to the audits.

17 Sec. 928. The department of treasury may provide receipt,
18 warrant and cash processing, data, collection, investment, fiscal
19 agent, levy and warrant cost assessment, writ of garnishment, and
20 other user services on a contractual basis for other principal
21 executive departments and state agencies. Funds for the services
22 provided are appropriated and shall be expended for salaries and
23 wages, fees, supplies, and equipment necessary to provide the
24 services. Any unobligated balance of the funds received shall
25 revert to the general fund of this state as of September 30.

26 Sec. 930. (1) The department of treasury shall provide
27 accounts receivable collections services to other principal

1 executive departments and state agencies under 1927 PA 375, MCL
2 14.131 to 14.134. The department of treasury shall deduct a fee
3 equal to the cost of collections from all receipts except
4 unrestricted general fund collections. Fees shall be credited to a
5 restricted revenue account and appropriated to the department of
6 treasury to pay for the cost of collections. The department of
7 treasury shall maintain accounting records in sufficient detail to
8 enable the respective accounts to be reimbursed periodically for
9 fees deducted that are determined by the department of treasury to
10 be surplus to the actual cost of collections.

11 (2) The department of treasury shall submit a report for the
12 immediately preceding fiscal year to the state budget director and
13 the senate and house fiscal agencies not later than November 30
14 stating the principal executive departments and state agencies
15 served, funds collected, and costs of collection under subsection
16 (1).

17 Sec. 931. (1) The appropriation in part 1 to the department of
18 treasury for treasury fees shall be assessed against all restricted
19 funds that receive common cash earnings or other investment income.
20 Treasury fees include all costs, including administrative overhead,
21 relating to the investment of each restricted fund. The fee
22 assessed against each restricted fund will be based on the size of
23 the restricted fund (the absolute value of the average daily cash
24 balance plus the market value of investments in the prior fiscal
25 year) and the level of effort necessary to maintain the restricted
26 fund as required by each department. The department of treasury
27 shall provide a report to the state budget director, the senate and

1 house of representatives standing committees on appropriations
2 subcommittees on general government, and the senate and house
3 fiscal agencies by November 30 of each year identifying the fees
4 assessed against each restricted fund and the methodology used for
5 assessment.

6 (2) In addition to the funds appropriated in part 1, the
7 department of treasury may receive and expend investment fees
8 relating to new restricted funding sources that participate in
9 common cash earnings or other investment income during the current
10 fiscal year. When a new restricted fund is created starting on or
11 after October 1, that restricted fund shall be assessed a fee using
12 the same criteria identified in subsection (1).

13 Sec. 932. Revenue received under the Michigan education trust
14 act, 1986 PA 316, MCL 390.1421 to 390.1442, may be expended by the
15 board of directors of the Michigan education trust for necessary
16 salaries, wages, supplies, contractual services, equipment,
17 worker's compensation insurance premiums, and grants to the civil
18 service commission and state employees' retirement fund.

19 Sec. 934. (1) The department of treasury may expend revenues
20 received under the hospital finance authority act, 1969 PA 38, MCL
21 331.31 to 331.84, the shared credit rating act, 1985 PA 227, MCL
22 141.1051 to 141.1076, the higher education facilities authority
23 act, 1969 PA 295, MCL 390.921 to 390.934, the Michigan public
24 educational facilities authority, Executive Reorganization Order
25 No. 2002-3, MCL 12.192, the Michigan tobacco settlement finance
26 authority act, 2005 PA 226, MCL 129.261 to 129.279, the land bank
27 fast track act, 2003 PA 258, MCL 124.751 to 124.774, part 505 of

1 the natural resources and environmental protection act, 1994 PA
2 451, MCL 324.50501 to 324.50522, the state housing development
3 authority act of 1966, 1966 PA 346, MCL 125.1401 to 125.1499c, and
4 the Michigan finance authority, Executive Reorganization Order No.
5 2010-2, MCL 12.194, for necessary salaries, wages, supplies,
6 contractual services, equipment, worker's compensation insurance
7 premiums, grants to the civil service commission and state
8 employees' retirement fund, and other expenses as allowed under
9 those acts.

10 (2) The department of treasury shall report by January 31 to
11 the senate and house appropriations subcommittees, the senate and
12 house fiscal agencies, and the state budget director on the amount
13 and purpose of expenditures made under subsection (1) from funds
14 received in addition to those appropriated in part 1. The report
15 shall also include a listing of reimbursement of revenue, if any.
16 The report shall cover the 2013-2014 fiscal year.

17 Sec. 935. The funds appropriated in part 1 for dual enrollment
18 payments for an eligible student enrolled in a state-approved
19 nonpublic school shall be distributed as provided under the
20 postsecondary enrollment options act, 1996 PA 160, MCL 388.511 to
21 388.524, and the career and technical preparation act, 2000 PA 258,
22 MCL 388.1901 to 388.1913, in a form and manner as determined by the
23 department of treasury.

24 Sec. 944. If the department hires a pension plan consultant
25 using any of the funds appropriated in part 1, the department shall
26 annually forward any report provided to the department by that
27 consultant to the senate and house of representatives standing

1 committees on appropriations subcommittees on general government,
2 the senate and house fiscal agencies, and the state budget
3 director.

4 Sec. 945. The assessment and certification division of the
5 department of treasury shall conduct a review of local unit
6 assessment administration practices, procedures, and records, also
7 known as the 14-point review, in at least 1 assessment jurisdiction
8 per county.

9 Sec. 946. Revenue collected in the convention facility
10 development fund is appropriated and shall be distributed under
11 sections 8 and 9 of the state convention facility development act,
12 1985 PA 106, MCL 207.628 and 207.629.

13 Sec. 947. Financial independence teams shall cooperate with
14 the office of fiscal responsibility to coordinate and streamline
15 efforts in identifying and addressing fiscal emergencies in school
16 districts and intermediate school districts.

17 **REVENUE SHARING**

18 Sec. 950. The funds appropriated in part 1 for constitutional
19 revenue sharing shall be distributed by the department to cities,
20 villages, and townships, as required under section 10 of article IX
21 of the state constitution of 1963. Revenue collected in accordance
22 with section 10 of article IX of the state constitution of 1963 in
23 excess of the amount appropriated in part 1 for constitutional
24 revenue sharing is appropriated for distribution to cities,
25 villages, and townships, on a population basis as required under
26 section 10 of article IX of the state constitution of 1963.

27 Sec. 951. (1) The funds appropriated in part 1 for the

1 competitive grant assistance program are to be used for assistance
2 grants to cities, villages, townships, counties, authorities,
3 school districts, intermediate school districts, public community
4 colleges, and public universities to offset the costs associated
5 with mergers, interlocal agreements, and cooperative efforts for
6 those cities, villages, townships, counties, authorities, school
7 districts, intermediate school districts, public community
8 colleges, and public universities that elect to combine government
9 operations. For an authority, school district, intermediate school
10 district, public community college, or public university to qualify
11 for grant funding under this section, the authority, school
12 district, intermediate school district, public community college,
13 or public university must combine operations with a city, village,
14 township, or county. Consideration may be given to cities,
15 villages, townships, counties, authorities, school districts,
16 intermediate school districts, public community colleges, and
17 public universities for projects that result in more efficient
18 government services through increased cooperation and/or
19 collaboration. The department of treasury shall develop an
20 application process and method of grant distribution.

21 (2) The unexpended funds appropriated in part 1 for the
22 competitive grant assistance program, economic vitality incentive
23 program, and the county incentive program are designated as work
24 project appropriations and any unencumbered or unallotted funds
25 shall not lapse at the end of the fiscal year and shall be
26 available for expenditure for projects under this section until the
27 projects have been completed. The following is in compliance with

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1 section 451a of the management and budget act, 1984 PA 431, MCL
2 18.1451a:

3 (a) The purpose of the projects is to provide incentive-based
4 grants to recipients under this section.

5 (b) The projects will be accomplished by grants to qualified
6 governmental units.

7 (c) The total estimated cost of all projects is
8 \$319,080,000.00.

9 (d) The tentative completion date is September 30, 2019.

10 [Sec. 952. (1) The funds appropriated in part 1 for the
11 economic vitality incentive program are to be used for grants to
12 cities, villages, and townships such that, subject to fulfilling
13 the requirements under subsection (3) or (4), or any
14 combination of those subsections, each city, village, or township
15 is eligible to receive 76.94644% of its total payment received
16 under section 950(2) of 2009 PA 128 or a payment equal to the
17 population of the city, village, or township multiplied by
18 \$7.14609, whichever is greater, rounded to the nearest dollar. If
19 both calculations result in amounts less than \$5,000.00 for any
20 individual city, village, or township, that city, village, or
21 township is not eligible for a payment under this section. For
22 purposes of this subsection, population is determined in the same
23 manner as the distribution under section 950. In addition, any city
24 or village that according to the 2010 federal decennial census is
25 determined to have population in more than 1 county will be treated
26 as a single entity when determining the payment received under
27 section 950(2) of 2009 PA 128 and the distribution under section

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1 950.

2 (2) The funds appropriated in part 1 for the county incentive
3 program are to be used for grants to counties such that each county
4 is eligible to receive an amount equal to the amount by which the
5 balance in its revenue sharing reserve fund under section 44a of
6 the general property tax act, 1893 PA 206, MCL 211.44a, for the
7 county's most recent fiscal year that ends prior to the January 1
8 of the state's fiscal year is less than the amount calculated under
9 section 44a(13) of the general property tax act, 1893 PA 206, MCL
10 211.44a, for the county fiscal year that begins in the state's
11 fiscal year. The amount calculated under this subsection shall be
12 adjusted as necessary to reflect partial county fiscal years and
13 prorated based on the total amount appropriated for distribution to
14 all eligible counties. Except as otherwise provided under this
15 subsection, payments under this subsection will be distributed to
16 an eligible county subject to the county's fulfilling the
17 requirements under subsection (3) or (4), or any combination
18 of those subsections. However, a city, village, township, or county
19 eligible to receive less than \$50,000.00 under this subsection or
20 subsection (1) is exempt from the requirements of subsection (3) or
21 (4) and shall qualify for a full payment under this
22 subsection or subsection (1). Cities, villages, townships, and
23 counties eligible to receive a potential payment of \$50,000.00 or
24 more from the allocation under this subsection or subsection (1)
25 may qualify to receive payments under 1 or more of the 2 categories
26 described under subsections (3) and (4).

27 (3) Category 1, accountability and transparency, requires each

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1 eligible city, village, township, or county to certify by October
2 1, or the first day of a payment month, that it has produced a
3 citizen's guide of its most recent local finances, including a
4 recognition of its unfunded liabilities; a performance dashboard; a
5 debt service report containing a detailed listing of its debt
6 service requirements, including, at a minimum, the issuance date,
7 issuance amount, type of debt instrument, a listing of all revenues
8 pledged to finance debt service by debt instrument, and a listing
9 of the annual payment amounts; and a projected budget report,
10 including, at a minimum, the current fiscal year and a projection
11 for the immediately following fiscal year. The projected budget
12 report shall include revenues and expenditures and an explanation
13 of the assumptions used for the projections. The citizen's guide,
14 performance dashboard, debt service report, and projected budget
15 report shall be made available for public viewing in the city,
16 village, township, or county clerk's office or posted on a publicly
17 accessible Internet site. Each city, village, township, and county
18 applying for a payment under this category shall submit a copy of
19 the citizen's guide, a copy of the performance dashboard, a copy of
20 the debt service report, and a copy of the projected budget report
21 to the department of treasury.

22 (4) Category 2, unfunded accrued liabilities requires
23 each eligible city, village, township, or county to certify by
24 June 1, or the first day of a payment month for this category,
25 that it has complied with (a) or (b):

26 (a) An eligible city, village, township, or county with unfunded
27 accrued liabilities as of its most recent audited financial report

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1 related to employee pensions or other post-employment benefits shall
2 certify that it has committed an amount equal to or greater than 5% of
3 its total eligible payment under subsection (1) or (2) to address its
4 unfunded accrued liabilities in fiscal year 2014-2015. The funding shall
5 supplement and not supplant current levels of funding used to address
6 unfunded accrued liabilities. The department shall develop a
7 certification process and method for cities, villages, townships, or
8 counties to follow.

9 (b) Any city, village, township, or county that does not have
10 unfunded accrued liabilities as of its most recent audited financial
11 report related to employee pensions or other post-employment benefits
12 shall certify to the department of treasury that it does not have
13 unfunded accrued liabilities. The certification shall include an
14 explanation of why the city, village, township, or county does not have
15 unfunded accrued liabilities. The department shall develop a
16 certification process and method for cities, villages, townships, or
17 counties to follow.

18 (5) Economic vitality incentive program payments and county
19 incentive program payments are subject to the following conditions:

20 (a) In order for a city, village, township, or county to qualify
21 for a category under subsection (3) or (4), the city, village, township,
22 or county shall meet every criteria for that category, including a
23 certification to the department that it has met the required criteria for
24 that category and submission of the required citizen's guide, performance
25 dashboard, debt service report, and projected budget report as required
26 by subsection (3) or (4), respectively. A department of treasury review
27 of the citizen's guide, dashboard, or reports is not required in order

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1 for a city, village, township, or county to receive a payment under
2 subsection (1) or (2). The department shall develop a certification
3 process and method for cities, villages, townships, and counties to
4 follow. A city, village, township, or county eligible to receive less
5 than \$50,000.00 under subsection (1) or (2) is exempt from having to
6 certify that it has complied with the requirements under subsection (3)
7 or (4) to receive its full eligible payment under subsection (1) or (2).

8 (b) Subject to subdivisions (c), (d), and (e), for each category
9 that a city, village, township, or county qualifies for in subsections
10 (3) and (4), the city, village, township, or county shall receive 1/2 of
11 its potential payment under this section.

12 (c) Payments under this section shall be issued to cities,
13 villages, and townships as follows:

14 (i) Category 1, an eligible city, village, or township that
15 certifies with the department of treasury that it has qualified for a
16 payment under subsection (3) by October 1 shall receive 1/6 of its
17 available distribution on the last business day of October, 1/6 of its
18 available distribution on the last business day of December, and 1/6 of
19 its available distribution on the last business day of February. If an
20 eligible city, village, or township certifies with the department of
21 treasury that it has qualified for a payment under subsection (3) after
22 October 1, but prior to December 1, the city, village, or township shall
23 receive 1/6 of its available distribution on the last business day of
24 December and 1/6 of its available distribution on the last business day
25 of February. If an eligible city, village, or township certifies with
26 the department of treasury that it has qualified for a payment under
27 subsection (3) after December 1, but prior to February 1, the city,

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1 village, or township shall receive 1/6 of its available distribution on
2 the last business day of February. A city, village, or township eligible
3 to receive less than \$50,000.00 under subsection (1) shall qualify for a
4 payment under subsection (3) and shall receive 1/6 of its available
5 distribution on the last business day of October, 1/6 of its available
6 distribution on the last business day of December, and 1/6 of its
7 available distribution on the last business day of February.

8 (ii) Category 2, an eligible city, village, or township that
9 certifies with the department of treasury that it has qualified for a
10 payment under subsection (4) by April 1 shall receive 1/6 of its
11 available distribution on the last business day of April, 1/6 of its
12 available distribution on the last business day of June, and 1/6 of its
13 available distribution on the last business day of August. If an eligible
14 city, village, or township certifies with the department of treasury that
15 it has qualified for a payment under subsection (4) after April 1, but
16 prior to June 1, the city, village, or township shall receive 1/6 of its
17 available distribution on the last business day of June and 1/6 of its
18 available distribution on the last business day of August. If an
19 eligible city, village, or township certifies with the department of
20 treasury that it has qualified for a payment under subsection (4) after
21 June 1, but prior to August 1, the city, village, or township shall
22 receive 1/6 of its available distribution on the last business day of
23 August. A city, village, or township eligible to receive less than
24 \$50,000.00 under subsection (1) shall qualify for a payment under
25 subsection (4) and shall receive 1/6 of its available distribution on the
26 last business day of April, 1/6 of its available distribution on the last
27 business day of June, and 1/6 of its available distribution on the last

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1 business day of August.

2 (d) Payments under this section shall be issued to counties for
3 each category described in subsections (3) and (4) until the specified
4 due date for the category. After the specified due date for the category,
5 payments shall be made to a county only if that county has complied with
6 subdivision (a).

7 (e) If a county does not provide the required certification or
8 fails to submit the required citizen's guide, performance dashboard, debt
9 service report, and projected budget report by the first day of a payment
10 month, the county shall forfeit the payment in that payment month for the
11 uncertified category in subsections (3) and (4). A county eligible to
12 receive less than \$50,000.00 under subsection (2) is not required to
13 certify under subsection (3) or (4) and shall qualify for its full
14 eligible payment under subsection (2).

15 (f) Any city, village, township, or county that falsifies
16 certification documents shall forfeit any future economic vitality
17 incentive program payments or county incentive program payments and shall
18 repay to this state all economic vitality incentive program payments or
19 county incentive program payments it has received under this section.

20 (g) Economic vitality incentive program payments and county
21 incentive program payments under this section shall be distributed on the
22 last business day of October, December, February, April, June, and
23 August.

24 (h) Payments distributed under this section may be withheld
25 pursuant to sections 17a and 21 of the Glenn Steil state revenue sharing
26 act of 1971, 1971 PA 140, MCL 141.917a and 141.921.

27 (i) The department of treasury shall develop detailed guidance for

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1 an eligible city, village, township, or county to follow to qualify for a
2 payment under subsections (3) and (4). The detailed guidance shall be
3 posted on the department of treasury website and distributed to eligible
4 cities, villages, townships, and counties by October 1.

5 (6) The unexpended funds appropriated in part 1 for the economic
6 vitality incentive program and the county incentive program shall be
7 available for expenditure under the competitive grant assistance program
8 after the approval of transfers by the legislature pursuant to section
9 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

10 (7) From the funds appropriated in part 1 for the economic vitality
11 incentive program, \$300,000.00 shall be allocated to the department of
12 treasury for administration of the program.

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Sec. 955. (1) The funds appropriated in part 1 for county revenue sharing shall be distributed by the department to eligible counties pursuant to the Glenn Steil state revenue sharing act of 1971, 1971 PA 140, MCL 141.901 to 141.921.

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(2) The department of treasury shall annually certify to the state budget director the amount each county is authorized to expend from its revenue sharing reserve fund.

26

LOTTERY

27

1 Sec. 960. In addition to the funds appropriated in part 1 to
2 the bureau of state lottery, there is appropriated from state
3 lottery fund revenues the amount necessary for, and directly
4 related to, implementing and operating lottery games under the
5 McCauley-Traxler-Law-Bowman-McNeely lottery act, 1972 PA 239, MCL
6 432.1 to 432.47, and activities under the Traxler-McCauley-Law-
7 Bowman bingo act, 1972 PA 382, MCL 432.101 to 432.120, including
8 expenditures for contractually mandated payments for vendor
9 commissions, contractually mandated payments for instant tickets
10 intended for resale, the contractual costs of providing and
11 maintaining the online system communications network, and incentive
12 and bonus payments to lottery retailers.

13 Sec. 963. The bureau of state lottery shall inform all lottery
14 retailers that the cash side of department of human services bridge
15 cards cannot be used to purchase lottery tickets.

16 **CASINO GAMING**

17 Sec. 971. From the revenue collected by the Michigan gaming
18 control board regarding the total annual assessment of each casino
19 licensee, \$2,000,000.00 is appropriated and shall be deposited in
20 the compulsive gaming prevention fund as described in section
21 12a(5) of the Michigan gaming control and revenue act, 1996 IL 1,
22 MCL 432.212a.

23 Sec. 973. (1) Funds appropriated in part 1 for local
24 government programs may be used to provide assistance to a local
25 revenue sharing board referenced in an agreement authorized by the
26 Indian gaming regulatory act, Public Law 100-497.

27 (2) A local revenue sharing board described in subsection (1)

1 shall comply with the open meetings act, 1976 PA 267, MCL 15.261 to
2 15.275, and the freedom of information act, 1976 PA 442, MCL 15.231
3 to 15.246.

4 (3) A county treasurer is authorized to receive and administer
5 funds received for and on behalf of a local revenue sharing board.
6 Funds appropriated in part 1 for local government programs may be
7 used to audit local revenue sharing board funds held by a county
8 treasurer. This section does not limit the ability of local units
9 of government to enter into agreements with federally recognized
10 Indian tribes to provide financial assistance to local units of
11 government or to jointly provide public services.

12 (4) A local revenue sharing board described in subsection (1)
13 shall comply with all applicable provisions of any agreement
14 authorized by the Indian gaming regulatory act, Public Law 100-497,
15 in which the local revenue sharing board is referenced, including,
16 but not limited to, the disbursement of tribal casino payments
17 received under applicable provisions of the tribal-state class III
18 gaming compact in which those funds are received.

19 (5) The director of the department of state police and the
20 executive director of the Michigan gaming control board are
21 authorized to assist the local revenue sharing boards in
22 determining allocations to be made to local public safety
23 organizations.

24 (6) The department of treasury shall submit a report by
25 September 30 to the senate and house of representatives standing
26 committees on appropriations and the state budget director on the
27 receipts and distribution of revenues by local revenue sharing

1 boards.

2 Sec. 974. If revenues collected in the state services fee fund
3 are less than the amounts appropriated from the fund, available
4 revenues shall be used to fully fund the appropriation in part 1
5 for casino gaming regulation activities before distributions are
6 made to other state departments and agencies. If the remaining
7 revenue in the fund is insufficient to fully fund appropriations to
8 other state departments or agencies, the shortfall shall be
9 distributed proportionally among those departments and agencies.

10 Sec. 976. The executive director of the Michigan gaming
11 control board may pay rewards of not more than \$5,000.00 to a
12 person who provides information that results in the arrest and
13 conviction on a felony or misdemeanor charge for a crime that
14 involves the horse racing industry. A reward paid pursuant to this
15 section shall be paid out of the appropriation in part 1 for the
16 racing commission.

17 Sec. 977. All appropriations from the Michigan agriculture
18 equine industry development fund, except for the racing commission
19 and laboratory analysis program appropriations, shall be reduced
20 proportionately if revenues to the Michigan agriculture equine
21 industry development fund decline during the fiscal year ending
22 September 30, 2015 to a level lower than the amount appropriated in
23 part 1.

24 Sec. 978. The Michigan gaming control board shall use actual
25 expenditure data in determining the actual regulatory costs of
26 conducting racing dates and shall provide that data to the senate
27 and house appropriations subcommittees on agriculture and general

1 government and the senate and house fiscal agencies. The Michigan
2 gaming control board shall not be reimbursed for more than the
3 actual regulatory cost of conducting race dates. If a certified
4 horsemen's organization funds more than the actual regulatory cost,
5 the balance shall remain in the agriculture equine industry
6 development fund to be used to fund subsequent race dates conducted
7 by race meeting licensees with which the certified horsemen's
8 organization has contracts. If a certified horsemen's organization
9 funds less than the actual regulatory costs of the additional horse
10 racing dates, the Michigan gaming control board shall reduce the
11 number of future race dates conducted by race meeting licensees
12 with which the certified horsemen's organization has contracts.
13 Prior to the reduction in the number of authorized race dates due
14 to budget deficits, the executive director of the Michigan gaming
15 control board shall provide notice to the certified horsemen's
16 organizations with an opportunity to respond with alternatives. In
17 determining actual costs, the Michigan gaming control board shall
18 take into account that each specific breed may require different
19 regulatory mechanisms.

20 Sec. 979. In addition to the funds appropriated in part 1, the
21 Michigan gaming control board may receive and expend state lottery
22 fund revenue in an amount not to exceed \$4,000,000.00 for necessary
23 expenses incurred in the licensing and regulation of millionaire
24 parties pursuant to Executive Order No. 2012-4. In accordance with
25 section 8 of the Traxler-McCauley-Law-Bowman bingo act, 1972 PA
26 382, MCL 432.108, the amount of necessary expenses shall not exceed
27 the amount of revenue received under that act. The Michigan gaming

1 control board shall provide a report to the senate and house of
2 representatives appropriations subcommittees on general government,
3 the senate and house fiscal agencies, and the state budget office
4 by April 15. The report shall include, but not be limited to, total
5 expenditures related to the licensing and regulating of millionaire
6 parties, steps taken to ensure charities are receiving revenue due
7 to them, progress on promulgating rules to ensure compliance with
8 the Traxler-McCauley-Law-Bowman bingo act, 1972 PA 382, MCL 432.101
9 to 432.120, and any enforcement actions taken.

10 **MICHIGAN STRATEGIC FUND - HOUSING AND COMMUNITY DEVELOPMENT**

11 Sec. 980. MSHDA shall annually present a report to the state
12 budget office and the subcommittees on the status of the
13 authority's housing production goals under all financing programs
14 established or administered by the authority. The report shall give
15 special attention to efforts to raise affordable multifamily
16 housing production goals.

17 Sec. 981. MSHDA shall report to the subcommittees, the state
18 budget director, and the fiscal agencies by December 1 on the
19 status of the loans entered into by the Michigan broadband
20 development authority.

21 Sec. 984. In addition to the funds appropriated in part 1, the
22 funds collected by state historic preservation programs for
23 document reproduction and services and application fees are
24 appropriated for all expenses necessary to provide the required
25 services. These funds are available for expenditure when they are
26 received and may be carried forward into the succeeding fiscal
27 year.

1 Sec. 985. In addition to the amounts appropriated in part 1,
2 the land bank fast track authority may expend revenues received
3 under the land bank fast track act, 2003 PA 258, MCL 124.751 to
4 124.774, for the purposes authorized by the act, including, but not
5 limited to, the acquisition, lease, management, demolition,
6 maintenance, or rehabilitation of real or personal property,
7 payment of debt service for notes or bonds issued by the authority,
8 and other expenses to clear or quiet title property held by the
9 authority.

10 Sec. 986. As a condition for receiving funds in part 1, the
11 land bank fast track authority shall provide a report, not later
12 than February 15, to the chairpersons of the senate and house of
13 representatives standing committees on appropriations, the
14 chairpersons of the senate and house of representatives standing
15 committees on appropriations subcommittees on general government,
16 the senate and house fiscal agencies, and the state budget office
17 that shall include, but is not limited to, all the following:

18 (a) A detailed listing of revenue generating activities that
19 would mitigate or eliminate the need for state GF/GP appropriations
20 to support operations.

21 (b) A listing of any identified barriers to implementation of
22 the revenue generating activities listed in subdivision (a).

23 (c) A timeline for implementing the revenue generating
24 activities listed in subdivision (a).

25 **MICHIGAN STRATEGIC FUND**

26 Sec. 1001. (1) In addition to the funds appropriated in part
27 1, there is appropriated an amount not to exceed \$20,000,000.00 for

1 federal contingency funds. These funds are not available for
2 expenditure until they have been transferred to another line item
3 in part 1 under section 393(2) of the management and budget act,
4 1984 PA 431, MCL 18.1393.

5 (2) In addition to the funds appropriated in part 1, there is
6 appropriated an amount not to exceed \$2,000,000.00 for state
7 restricted contingency funds. These funds are not available for
8 expenditure until they have been transferred to another line item
9 in part 1 under section 393(2) of the management and budget act,
10 1984 PA 431, MCL 18.1393.

11 (3) In addition to the funds appropriated in part 1, there is
12 appropriated an amount not to exceed \$2,000,000.00 for private
13 contingency funds. These funds are not available for expenditure
14 until they have been transferred to another line item in part 1
15 under section 393(2) of the management and budget act, 1984 PA 431,
16 MCL 18.1393.

17 (4) In addition to the funds appropriated in part 1, there is
18 appropriated an amount not to exceed \$100,000.00 for local
19 contingency funds. These funds are not available for expenditure
20 until they have been transferred to another line item in part 1
21 under section 393(2) of the management and budget act, 1984 PA 431,
22 MCL 18.1393.

23 Sec. 1005. In addition to the appropriations in part 1, Travel
24 Michigan may receive and expend private revenue related to the use
25 of "Pure Michigan" and all other copyrighted slogans and images.
26 This revenue may come from the direct licensing of the name and
27 image or from the royalty payments from various merchandise sales.

1 Revenue collected is appropriated for the marketing of the state as
2 a travel destination. The funds are available for expenditure when
3 they are received by the department of treasury. The fund shall
4 provide a report that lists the revenues by source received from
5 the use of "Pure Michigan" and all other copyrighted slogans and
6 images. The report shall provide a detailed list of expenditures of
7 revenues received under this section. The report shall be provided
8 to the appropriations subcommittees on general government, the
9 fiscal agencies, and the state budget office by June 1.

10 Sec. 1007. (1) The fund shall provide reports to the relevant
11 subcommittees, the state budget director, and the fiscal agencies
12 concerning the activities of the MEDC grants and investment
13 programs financed from the fund using investment, Indian gaming
14 revenues, or other revenues. The report shall provide a list of
15 individual grants, loans, and investments made from the fund or by
16 the MEDC from the funds appropriated in part 1 and shall include
17 the name of the recipient, the amount awarded to the recipient, and
18 the purpose of the grant. The activities report shall also include,
19 but not be limited to, the following programs funded in part 1:

20 (a) Travel Michigan, including any expenditures authorized
21 under section 89b of the Michigan strategic fund act, 1984 PA 270,
22 MCL 125.2089b, to supplement the Michigan promotion program. The
23 report shall include the number of commercials produced, the
24 markets in which media buys have been made, any web-based products
25 that were created with these funds and identify the geographical
26 market locations and recreational activities used in Michigan
27 tourism promotion material.

1 (b) Business attraction, retention, and growth, including any
2 expenditures authorized under section 89b of the Michigan strategic
3 fund act, 1984 PA 270, MCL 125.2089b, to supplement the Michigan
4 business marketing program. The report shall include the number of
5 commercials produced, the markets in which media buys have been
6 made, and any web-based products that were created as a result of
7 this appropriation.

8 (c) Business services.

9 (d) Community development block grants.

10 (e) Strategic fund administration.

11 (f) Renaissance zones.

12 (g) 21st century investment program.

13 (h) Business and clean air ombudsman.

14 (i) Michigan business development program.

15 (j) Community revitalization program.

16 (k) Film incentives.

17 (l) Any other programs of the fund.

18 (2) As a condition of the expenditure of funds appropriated in
19 part 1 for business attraction and community development and film
20 incentives, the fund shall submit a report to the chairpersons of
21 the senate and house of representatives standing committees on
22 appropriations, the chairpersons of the senate and house of
23 representatives standing committees on appropriations subcommittees
24 on general government, the senate and house fiscal agencies, and
25 the state budget office that provides performance metrics for the
26 Michigan business development program, community revitalization
27 program, and film incentives. The report shall include, but is not

1 limited to, all of the following for funds appropriated in 2011 PA
2 63, 2012 PA 200, and 2013 PA 59:

3 (a) Total verified jobs created compared to total committed
4 jobs.

5 (b) Total actual private investment compared to total
6 projected private investment.

7 (c) An estimate of the return on investment to the state as a
8 result of the incentives.

9 (d) A listing of projects previously awarded incentives that
10 were revoked and the reason for revocation.

11 (e) A listing of projects that had incentive contracts amended
12 by the fund or MEDC. The listing shall include a detailed listing
13 of the amendments made to the contract.

14 (3) The reports in subsections (1) and (2) shall be submitted
15 by February 15. The report for each program in subsection (1)(a)
16 through (l) shall include details on all revenue sources, actual
17 expenditures, and number of FTEs for that program for the previous
18 fiscal year.

19 Sec. 1008. As a condition of receiving funds under part 1, any
20 interlocal agreement entered into by the fund shall include
21 language which states that if a local unit of government has a
22 contract or memorandum of understanding with a private economic
23 development agency, the MEDC will work cooperatively with that
24 private organization in that local area.

25 Sec. 1009. (1) Of the funds appropriated to the fund or
26 through grants to the MEDC, no funds shall be expended for the
27 purchase of options on land or the purchase of land unless at least

1 1 of the following conditions applies:

2 (a) The land is located in an economically distressed area.

3 (b) The land is obtained through a purchase or exercise of an
4 option at the invitation of the local unit of government and local
5 economic development agency.

6 (2) Consideration may be given to purchases where the proposed
7 use of the land is consistent with a regional land use plan, will
8 result in the redevelopment of an economically distressed area, can
9 be supported by existing infrastructure, and will not cause shifts
10 in population away from the area's population centers.

11 (3) As used in this section, "economically distressed area"
12 means an area in a city, village, or township that has been
13 designated as blighted; a city, village, or township that shows
14 negative population change from 1970 and a poverty rate and
15 unemployment rate greater than the statewide average; or an area
16 certified as a neighborhood enterprise zone under the neighborhood
17 enterprise zone act, 1992 PA 147, MCL 207.771 to 207.786.

18 Sec. 1010. As a condition for receiving funds in part 1, not
19 later than February 15, the fund shall provide a report for the
20 immediately preceding fiscal year on the jobs for Michigan
21 investment fund, created in section 88h of the Michigan strategic
22 fund act, 1984 PA 270, MCL 125.2088h. The report shall be submitted
23 to the chairpersons of the senate and house of representatives
24 standing committees on appropriations, the chairpersons of the
25 senate and house of representatives standing committees on
26 appropriations subcommittees on general government, the senate and
27 house fiscal agencies, and the state budget office. The report

1 shall include, but is not limited to, all of the following:

2 (a) A detailed listing of revenues, by fund source, to the
3 jobs for Michigan investment fund. The listing shall include the
4 manner and reason for which the funds were appropriated to the jobs
5 for Michigan investment fund.

6 (b) A detailed listing of expenditures, by project, from the
7 jobs for Michigan investment fund.

8 (c) A fiscal year-end balance of the jobs for Michigan
9 investment fund.

10 Sec. 1011. (1) From the appropriations in part 1 to the fund
11 and granted or transferred to the MEDC, any unexpended or
12 unencumbered balance shall be disposed of in accordance with the
13 requirements in the management and budget act, 1984 PA 431, MCL
14 18.1101 to 18.1594, unless carryforward authorization has been
15 otherwise provided for.

16 (2) Any encumbered funds shall be used for the same purposes
17 for which funding was originally appropriated in this part and part
18 1.

19 Sec. 1012. (1) As a condition of receiving funds under part 1,
20 the fund shall ensure that the MEDC and the fund comply with all of
21 the following:

22 (a) The freedom of information act, 1976 PA 442, MCL 15.231 to
23 15.246.

24 (b) The open meetings act, 1976 PA 267, MCL 15.261 to 15.275.

25 (c) Annual audits of all financial records by the auditor
26 general or his or her designee.

27 (d) All reports required by law to be submitted to the

House Bill No. 5313 (H-1) as amended May 6, 2014
1 legislature.

2 (2) If the MEDC is unable for any reason to perform duties
3 under this part, the fund may exercise those duties.

4 Sec. 1013. As a condition for receiving the appropriations in
5 part 1, any staff of the MEDC involved in private fund-raising
6 activities shall not be party to any decisions regarding the
7 awarding of grants, incentives, or tax abatements from the fund,
8 the MEDC, or the Michigan economic growth authority.

9 Sec. 1014. (1) All funds received from repayment of loans,
10 unused grants, revenues received from sales or cash flow
11 participation agreements, guarantees, or any combination of these
12 or accrued interest originally distributed as part of the core
13 communities fund, created by 2000 PA 291, shall be received, held,
14 and applied by the fund for the purposes described in 2000 PA 291.

15 (2) The fund shall provide an annual report on the status of
16 this fund which includes information that details the awards made.
17 The report shall be provided to the appropriations subcommittees on
18 general government, the fiscal agencies, and the state budget
19 office by January 31.

[Sec. 1016. The MEDC, in cooperation with Travel Michigan, shall
propose to the senate and house of representatives no later than February
1, 2015 a plan for how Pure Michigan will be funded with incrementally
increasing private source matching funds when general fund spending is
proposed in a budget. The first increment shall be 50.0% nonrestricted
and 50.0% private. The private sector match shall increase 5.0% per year
thereafter until private funding sources represent 75.0% of nonrestricted
funding.]

20 Sec. 1020. Federal pass-through funds to local institutions
21 and governments that are received in amounts in addition to those
22 included in part 1 and that do not require additional state
23 matching funds are appropriated for the purposes intended. The fund
24 may carry forward into the succeeding fiscal year unexpended
25 federal pass-through funds to local institutions and governments
26 that do not require additional state matching funds. The fund shall
27 report the amount and source of the funds to the senate

1 appropriation subcommittee on economic development, the house
2 appropriation subcommittee on general government, the senate and
3 house fiscal agencies, and the state budget office within 10
4 business days after receiving any additional pass-through funds.

5 Sec. 1024. From the funds appropriated in part 1 for business
6 attraction and community revitalization, not less than
7 \$20,000,000.00 shall be granted by the fund board for brownfield
8 redevelopment and historic preservation projects under the
9 community revitalization program authorized by chapter 8C of the
10 Michigan strategic fund act, 1984 PA 270, MCL 125.2090 to
11 125.2090d.

12 Sec. 1031. The fund shall report to the senate and house of
13 representatives appropriations subcommittees on general government,
14 the senate and house fiscal agencies, and the state budget office
15 by April 15 on the spending plan for the line items for
16 entrepreneurship eco-system and business attraction and community
17 revitalization. If the spending plan for the fiscal year is changed
18 after that date, the fund shall notify the report recipients listed
19 previously within 10 business days.

20 Sec. 1032. (1) The Michigan film office shall report to the
21 subcommittees and the fiscal agencies on the status of the film
22 incentives at the same time as it submits the annual report
23 required under section 455 of the Michigan business tax act, 2007
24 PA 36, MCL 208.1455. The department of treasury and the fund shall
25 provide the Michigan film office with the data necessary to prepare
26 the report. Incentives included in the report shall include all of
27 the following:

1 (a) The tax credit provided under section 455 of the Michigan
2 business tax act, 2007 PA 36, MCL 208.1455.

3 (b) The tax credit provided under section 457 of the Michigan
4 business tax act, 2007 PA 36, MCL 208.1457.

5 (c) The tax credit provided under section 459 of the Michigan
6 business tax act, 2007 PA 36, MCL 208.1459.

7 (d) The amount of any tax credit claimed under former section
8 367 of the income tax act of 1967, 1967 PA 281.

9 (e) Any tax credits provided for film and digital media
10 production under the Michigan economic growth authority act, 1995
11 PA 24, MCL 207.801 to 207.810.

12 (f) Loans to an eligible production company or film and
13 digital media private equity fund authorized under section 88d(3),
14 (4), and (5) of the Michigan strategic fund act, 2005 PA 225, MCL
15 125.2088d.

16 (g) Any spending or activities supported by the appropriations
17 in part 1 for film incentives.

18 (2) The report shall include all of the following information:

19 (a) For each tax credit, the number of contracts signed, the
20 projected expenditures qualifying for the credit, and the estimated
21 value of the credits. For loans, the number of loans made under
22 each section, the interest rate of those loans, the loan amount,
23 the percent of the projected budget of each production financed by
24 those loans, and the estimated interest earnings from the loan. For
25 each film incentive awarded, including any program to support and
26 promote a qualified facility and other film infrastructure as
27 defined in section 29h of the Michigan strategic fund act, 1984 PA

1 270, MCL 125.2029h, the total funding awarded for each of the
2 following:

3 (i) Direct production expenditures.

4 (ii) Michigan personnel expenditures.

5 (iii) Crew personnel expenditures.

6 (iv) Qualified personnel expenditures.

7 (v) Postproduction expenditures.

8 (vi) Qualified facility or infrastructure expenditures.

9 (vii) Spending for program administration.

10 (b) For credits authorized under section 455 of the Michigan
11 business tax act, 2007 PA 36, MCL 208.1455, for productions
12 completed by December 31, the expenditures of each production
13 eligible for the credit that has filed a request for certificate of
14 completion with the film office, broken down into expenditures for
15 goods, services, or salaries and wages and showing separately
16 expenditures in each local unit of government, including
17 expenditures for personnel, whether or not they were made to a
18 Michigan entity, and whether or not they were taxable under the
19 laws of this state. For loans, the report shall include the number
20 of loans that have been fully repaid, with principal and interest
21 shown separately, and the number of loans that are delinquent or in
22 default, and the amount of principal that is delinquent or is in
23 default.

24 (c) For each of the tax credit incentives, loan incentives,
25 and film incentives listed in subsection (1), a breakdown for each
26 project or production showing each of the following:

27 (i) The number of temporary jobs created.

1 (ii) The number of permanent jobs created.

2 (iii) The number of persons employed in Michigan as a result of
3 the incentive, on a full-time equated basis.

4 (3) For any information not included in the report due to the
5 provisions of section 455(6), 457(6), or 459(6) of the Michigan
6 business tax act, 2007 PA 36, MCL 208.1455, 208.1457, and 208.1459,
7 the report shall do all of the following:

8 (a) Indicate how the information would describe the commercial
9 and financial operations or intellectual property of the company.

10 (b) Attest that the information has not been publicly
11 disseminated at any time.

12 (c) Describe how disclosure of the information may put the
13 company at a competitive disadvantage.

14 (4) Any information not disclosed due to the provisions of
15 section 455(6), 457(6), or 459(6) of the Michigan business tax act,
16 2007 PA 36, MCL 208.1455, 208.1457, and 208.1459, shall be
17 presented at the lowest level of aggregation that would no longer
18 describe the commercial and financial operations or intellectual
19 property of the company.

20 Sec. 1033. The Michigan film office shall report to the
21 chairpersons of the senate and house of representatives standing
22 committees on appropriations subcommittees on general government
23 and the senate and house fiscal agencies on the status of the film
24 incentives approved under section 29h of the Michigan strategic
25 fund act, 1984 PA 270, MCL 125.2029h, not later than 30 days
26 following the end of each quarter of the fiscal year. The report
27 shall include all of the following:

1 (a) Direct and indirect economic impacts in this state
2 attributable to the assistance.

3 (b) Direct and indirect job creation in this state
4 attributable to the assistance.

5 (c) Direct and indirect private investment in this state
6 attributable to the assistance.

7 (d) The name of each eligible production company and the
8 amount of each incentive disbursed for each state certified
9 qualified production.

10 Sec. 1033b. For funds appropriated in part 1 from the general
11 fund/general purpose revenue and used for the purpose of the
12 Michigan strategic fund - film incentive program, the applicable
13 percentage of the state certified qualified production expenditures
14 provided in section 29h(3)(d) of the Michigan strategic fund act,
15 1984 PA 270, MCL 125.2029h, shall be determined based on the date
16 of the agreement.

17 Sec. 1034. (1) Each business incubator or accelerator that
18 received an award pursuant to section 1034 of article VIII of 2012
19 PA 200 shall maintain and update a dashboard of indicators to
20 measure the effectiveness of the business incubator and accelerator
21 programs. Indicators shall include the direct jobs created, new
22 companies launched as a direct result of business incubator or
23 accelerator involvement, businesses expanded as a direct result of
24 business incubator or accelerator involvement, direct investment in
25 client companies, private equity financing obtained by client
26 companies, grant funding obtained by client companies, and other
27 measures developed by the recipient business incubators and

1 accelerators in conjunction with the MEDC. Dashboard indicators
2 shall be reported for the prior fiscal year and cumulatively, if
3 available. Each recipient shall submit a copy of their dashboard
4 indicators to the fund by March 1. The fund shall transmit the
5 local reports to the senate and house of representatives
6 appropriations subcommittees on general government, the senate and
7 house fiscal agencies, and the state budget office by March 15.

8 (2) It is the intent of the legislature that any additional
9 funding awarded for business incubators or accelerators shall be
10 based on the performance of the program as a whole and the results
11 of each incubator or accelerator as reported in the dashboard
12 indicators.

13 Sec. 1034b. From the funds appropriated in part 1 for
14 entrepreneurship eco-system, the fund shall allocate \$500,000.00 to
15 the Van Andel Institute to be used as a match for funding received
16 from the department of defense and the national institutes of
17 health for advanced medical research.

18 Sec. 1034c. From the funds appropriated in part 1 for
19 entrepreneurship eco-system, not less than \$500,000.00 shall be
20 allocated to the Macomb-Oakland University INCubator.

21 Sec. 1035. (1) From the appropriation in part 1, the Michigan
22 council for arts and cultural affairs shall administer an arts and
23 cultural grant program that maintains an equitable geographic
24 distribution of funding and utilizes past arts and cultural grant
25 programs as a guideline for administering this program. The council
26 shall do all of the following:

27 (a) On or before October 1, the fund shall publish proposed

1 application criteria, instructions, and forms for use by eligible
2 applicants. The fund shall provide at least a 2-week period for
3 public comment before finalizing the application criteria,
4 instructions, and forms.

5 (b) A nonrefundable application fee may be assessed for each
6 application. Application fees shall be deposited in the council for
7 the arts fund and are appropriated for expenses necessary to
8 administer the programs. These funds are available for expenditure
9 when they are received and may be carried forward to the following
10 fiscal year.

11 (c) Grants are to be made to public and private arts and
12 cultural entities.

13 (d) Within 1 business day after the award announcements, the
14 council shall provide to each member of the legislature and the
15 fiscal agencies a list of all grant recipients and the total award
16 given to each recipient, sorted by county.

17 (2) The appropriation in part 1 for arts and cultural program
18 shall not be used for the administration of the grant program.

19 Sec. 1036. (1) The general fund/general purpose funds
20 appropriated in part 1 to the fund for the programs listed below
21 shall be transferred to the specific funds designated by statute
22 for those programs as follows:

23 (a) The business attraction and community revitalization funds
24 shall be transferred to the 21st century jobs trust fund per
25 section 90b(3) of the Michigan strategic fund act, 1984 PA 270, MCL
26 125.2090b.

27 (b) The film incentives program funds shall be transferred to

1 the Michigan film promotion fund established in the Michigan
2 strategic fund act, 1984 PA 270, MCL 125.2029d.

3 (2) Funds transferred to the 21st century jobs trust fund or
4 Michigan film promotion fund under subsection (1) are appropriated
5 and available for allocation as authorized in the Michigan
6 strategic fund act, 1984 PA 270, MCL 125.2001 to 125.2094.

7 Sec. 1037. (1) No long-term indebtedness shall be issued by
8 the fund or funds expended from the appropriations in part 1 for
9 facility for rare isotope beams debt service until Michigan State
10 University provides certification to the fund and the state budget
11 director that all necessary approvals have been secured and federal
12 funds are available to commence construction of the facility for
13 rare isotope beams project from the United States department of
14 energy.

15 (2) Bond proceeds may only be spent to reimburse costs
16 incurred by Michigan State University in the construction of the
17 facility for rare isotope beams project up to an amount not to
18 exceed \$90,960,100.00. All construction costs for the project in
19 excess of this amount are the responsibility of Michigan State
20 University. The fund is not responsible for operating costs of the
21 project facility. Prior to reimbursement, the fund and Michigan
22 State University shall enter into an agreement providing for the
23 terms of reimbursement, allowable costs, financial reporting, and
24 any other requirements necessary to complete the transaction.

25 (3) The state budget director retains the authority and
26 fiduciary responsibility normally associated with the maintenance
27 of the public's financial and policy interests relative to state-

1 financed construction projects. The state budget director may take
2 appropriate action to protect the public's financial and policy
3 interests, including, but not limited to, rescinding subsection (2)
4 reimbursement payments for construction of the facility for rare
5 isotope beams project should Michigan State University or the
6 United States department of energy not provide the necessary
7 resources to complete the project. The state budget director shall
8 provide notification to the senate and house appropriations
9 committees, senate fiscal agency, house fiscal agency, and the fund
10 within 10 days of exercising the authority under this subsection.

11 (4) The department of technology, management, and budget may
12 assist the fund with implementation of this program for purposes of
13 administrative efficiency.

14 Sec. 1039. The fund shall provide a report by February 15 to
15 the senate and house of representatives standing committees on
16 appropriations subcommittees on general government, the state
17 budget director, and the fiscal agencies on the status of the
18 skilled trades training program funded in part 1. The report shall
19 cover the previous fiscal year and provide a status report on
20 current fiscal year expenditures. The report shall include the
21 following:

22 (a) The number of awardees participating in the program and
23 the names of those awardees organized by major industry group.

24 (b) The amount of funding received by each awardee under the
25 program.

26 (c) Amount of funding leveraged from each awardee or other
27 funding source for each awardee project.

1 (d) Training models established by each awardee.

2 (e) The number of individuals enrolled in a skilled trades
3 training program by awardee.

4 (f) The number of individuals who completed the program and
5 were hired by awardee.

6 (g) The number of applications received and the number of
7 applications approved for each region.

8 Sec. 1039b. As a condition of receiving funds in part 1 for
9 the skilled trades training program, the fund shall administer the
10 program as follows:

11 (a) The fund shall work cooperatively with grantees to
12 maximize the amount of funds from part 1 that are available for
13 direct training.

14 (b) The fund and regional Michigan Works! agencies shall
15 collaborate and work cooperatively to prioritize and streamline the
16 expenditure of the funds appropriated in part 1. The fund shall
17 ensure that the skilled trades training program provides a
18 collaborative statewide network of workforce and employee skill
19 development partners that addresses the employee talent needs
20 throughout the state.

21 (c) The fund shall ensure that grants are distributed for
22 individual skill enhancement for employees of Michigan businesses.
23 Funds shall not be distributed to program and process centered
24 training organization employers.

25 (d) The fund shall develop program goals and detailed guidance
26 for prospective participants to follow to qualify under the
27 program. The program goals and detailed guidance shall be posted on

1 the fund website and distributed to local Michigan Works! agencies
2 by October 1. Periodic assessments of employer and employee needs
3 shall be evaluated on a regional basis, and the fund shall identify
4 solutions and goals to be implemented to satisfy those needs. The
5 fund shall notify the senate and house of representatives standing
6 committees on appropriations, the senate and house of
7 representatives standing committees on appropriations subcommittees
8 on general governments, the senate and house fiscal agencies, and
9 the state budget office on any program goal, solution, or guidance
10 changes not fewer than 14 days prior to the finalization and
11 publication of the changes. The fund may receive and expend
12 revenues related to the skilled trades training program. The funds
13 shall be available for expenditure upon receipt by the department
14 of treasury.

15 Sec. 1040. As a condition of receiving funds in part 1, the
16 fund shall utilize MAIN, or a successor MDTMB-administered
17 administrative information system used across state government, as
18 an appropriation and expenditure reporting system to track all
19 financial transactions with individual vendors, contractual
20 partners, grantees, recipients of business incentives, and
21 recipients of other economic assistance. Encumbrances and
22 expenditures shall be reported in a timely manner.

23 Sec. 1041. From the funds appropriated in part 1 for business
24 attraction and community revitalization, the fund shall request the
25 transfer by the state treasurer of not more than 60% of the funds
26 prior to April 1.

27 Sec. 1042. For the funds appropriated in part 1 for business

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1 attraction and community revitalization, the fund shall report
 2 quarterly on the amount of funds considered appropriated, pre-
 3 encumbered, encumbered, and expended. The report shall also include
 4 a listing of appropriations for business attraction and community
 5 revitalization, or a predecessor, in 2011 PA 63, 2012 PA 200, and
 6 2013 PA 59, that were considered appropriated, pre-encumbered,
 7 encumbered, or expended that have lapsed back to the fund for any
 8 purpose. The report shall be submitted to the chairpersons of the
 9 senate and house of representatives standing committees on
 10 appropriations, the chairpersons of the senate and house of
 11 representatives standing committees on appropriations subcommittees
 12 on general government, the senate and house fiscal agencies, and
 13 the state budget office.

[Sec. 1043. Not less than 10.0% of the funds appropriated in part
 1 for film incentives shall be granted to the west Michigan film office.

Sec. 1044. From the funds appropriated in part 1 for the Michigan
 heritage restoration program, the fund shall establish a competitive
 grant program to fund restoration and preservation projects in
 historically designated neighborhoods throughout the state of Michigan.
 The program shall have the following characteristics:

(a) The fund shall designate \$1,000,000.00 for neighborhood
 organizations registered as a 501(c)(3) organization that provide
 preservation or restoration services to projects within historically
 designated neighborhoods.

(b) Grants shall not exceed \$250,000.00 for any project.

(c) Grant funds shall be used solely for historic restoration and
 preservation purposes.

(d) The fund shall develop detailed guidance for applicants to
 follow to qualify for a grant under the Michigan heritage restoration
 program. The detailed guidance shall be posted on the fund website by
 October 1.

Sec. 1045. From the funds appropriated in part 1 for Pure
 Michigan, up to \$2,000,000.00 shall be allocated for sponsorship or
 advertising at an annual, nationally televised sporting event located in
 the state of Michigan.]

14 Sec. 1050. (1) The fund shall publish the "activities
 15 classification structure data book" for Michigan community colleges
 16 on or before March 1.

17 (2) The fund shall compile information received from community
 18 colleges on North American Indian tuition waivers granted pursuant
 19 to 1976 PA 174, MCL 390.1251 to 390.1253, and shall submit this
 20 compilation to the house and senate appropriations subcommittees on
 21 community colleges, the fiscal agencies, and the state budget
 22 director by March 1.

23 (3) The fund shall compile information received from community
 24 colleges on the number and types of associate degrees and other
 25 certificates awarded during the previous fiscal year and shall
 26 submit this compilation to the house and senate appropriations
 27 subcommittees on community colleges, the fiscal agencies, and the

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1 state budget director by March 1.

2 (4) The fund shall place the reports required in this section
3 on a publicly available website.

4 Sec. 1052. (1) No long-term indebtedness shall be issued by
5 the fund or funds expended from the appropriations for the annual
6 debt service in part 1 until the Michigan strategic fund board
7 approves the request for proposals and guidelines for the community
8 colleges skilled trades equipment program.

9 (2) Up to \$50,000,000 for the community colleges skilled
10 trades equipment program shall be made available for equipment and
11 related investments that ensure that Michigan community colleges
12 can deliver educational programs in high-wage, high-skill and high-
13 demand occupations, as identified by regional labor market
14 conditions and that build and retain a talented workforce in
15 Michigan. Awards shall be made through a competitive process and
16 will require a cash match. Program awards shall be made by the
17 Michigan strategic fund board no later than April 1, 2015. Proposal
18 requirements shall include at least the following:

19 (a) Description of the equipment to be purchased and a
20 detailed cost estimate.

21 (b) A plan that directly addresses demonstrated employer
22 demand in the prosperity region in which the community college is
23 located. [A plan that demonstrates collaboration between postsecondary
and school districts or intermediate school districts in the prosperity
region in meeting demonstrated employer demand shall receive extra
consideration in the competitive process.]

24 (c) Demonstrated alignment with a prosperity region annual
25 talent needs plan addressing the needs of Michigan companies.

26 (d) Demonstration that funded equipment and related
27 improvements address the identified talent needs and will support

1 training that provides industry-recognized credentials or degrees
2 in high-skill, high-demand occupations in the prosperity region.

3 (e) Source of cash and other cost share that will be provided
4 as match for the award. The community college shall provide, at a
5 minimum, 25% of the total project cost in excess of any donated
6 equipment. Additional cash match may be provided from Michigan
7 businesses on behalf of the community college but shall not be the
8 amount paid to students for internships or employment of graduates
9 from the programs.

10 (3) Bond proceeds may only be spent to reimburse eligible
11 costs incurred by Michigan community colleges. Eligible costs
12 include the costs of equipment, renovations related to installation
13 of the equipment, installation costs of the equipment, and training
14 for instructors that will be providing instruction using the
15 equipment. The fund and the community colleges shall enter into an
16 agreement providing for the terms of reimbursement, the project
17 budget, amount of the cash match provided by the community college,
18 allowable costs, financial reporting, reporting requirements of
19 annual progress to talent needs plan goals that are due by October
20 15 each year, and any other requirements necessary to complete the
21 transaction. Approved award activity shall commence by April 1,
22 2016 or the award may be terminated by the Michigan strategic fund
23 board for noncompliance with the award agreement.

24 (4) All awards shall contain a provision that the fund and the
25 auditor general have access to the books and records, including
26 financial records and all other information and data relevant to
27 the terms of the award, related to the use of the grant funds and

1 goals included in the award document.

2 (5) The fund may receive and expend bond proceeds and other
3 revenues relating to these programs including administrative
4 expenses that shall not exceed 1% of the awards. The MEDC may
5 provide administration for these programs.

6 (6) The state budget director retains the authority and
7 fiduciary responsibility normally associated with the maintenance
8 of the public's financial and policy interests relative to state-
9 financed construction projects. The state budget director may take
10 appropriate action to protect the public's financial and policy
11 interests, including, but not limited to, rescinding subsection (2)
12 reimbursement payments for any award involving construction of a
13 facility. The state budget director shall provide notification to
14 the senate and house of representatives standing committees on
15 appropriations, senate and house fiscal agencies, and the fund
16 within 10 days of exercising the authority under this subsection.

17 (7) The department of technology, management, and budget may
18 assist the fund and the MEDC with implementation of this program
19 for purposes of administrative efficiency.

20 (8) The fund shall provide a report to the senate and house of
21 representatives appropriations general government subcommittees,
22 senate and house fiscal agencies, and the state budget director
23 program no later than April 15, 2015 that includes a brief
24 description of each of the fund awards, the evaluation criteria
25 used to award funding, and the amount of funding awarded to each
26 recipient. Annual status reports from the fund and award recipients
27 will be included in the fund annual report to the legislature as

1 required in the Michigan strategic fund act, 1984 PA 270, MCL
2 125.2001 to 125.2094, through substantial completion of the awarded
3 projects.

4 Sec. 1054. From the funds appropriated in part 1 for workforce
5 programs subgrantees, the fund may allocate funding for grants to
6 nonprofit organizations that offer programs to workforce investment
7 act - eligible youth focusing on entrepreneurship, work-readiness
8 skills, job shadowing, and financial literacy. Organizations
9 eligible for funding under this section must have the capacity to
10 provide similar programs in urban areas, as determined by the
11 United States bureau of the census according to the most recent
12 federal decennial census. Additionally, programs eligible for
13 funding under this section must include the participation of local
14 business partners. The fund shall develop other appropriate
15 eligibility requirements to ensure compliance with applicable
16 federal rules and regulations.

17 **MICHIGAN STRATEGIC FUND - WORKFORCE DEVELOPMENT**

18 Sec. 1060. The fund shall administer the PATH training program
19 in accordance with the requirements of section 407(d) of title IV
20 of the social security act, 42 USC 607, the state social welfare
21 act, 1939 PA 280, MCL 400.1 to 400.119b, and all other applicable
22 laws and regulations.

23 Sec. 1062. The fund shall make available, in person or by
24 telephone, 1 disabled veterans outreach program specialist or local
25 veterans employment representative to Michigan works! service
26 centers, as resources permit, during hours of operation, and shall
27 continue to make the appropriate placement of veterans and disabled

1 veterans a priority.

2 Sec. 1063. (1) In addition to the funds appropriated in part
3 1, any unencumbered and unrestricted federal workforce investment
4 act or trade adjustment assistance funds available from prior
5 fiscal years are appropriated for the purposes originally intended.

6 (2) The fund shall report by February 1 to the subcommittees,
7 the fiscal agencies, and the state budget office on the amount by
8 fiscal year of federal workforce investment act funds appropriated
9 under this section.

10 Sec. 1068. (1) Of the funds appropriated in part 1 for the
11 workforce training programs, the fund shall provide a report by
12 February 1 to the senate and house of representatives standing
13 committees on appropriations subcommittees on general government,
14 the state budget director, and the fiscal agencies on the status of
15 the workforce training programs. The report shall include the
16 following:

17 (a) The amount of funding allocated to each Michigan works!
18 agency and the total funding allocated to the workforce training
19 programs statewide by fund source.

20 (b) The number of participants enrolled in education or
21 training programs by each Michigan works! agency.

22 (c) The average duration of training for training program
23 participants by each Michigan works! agency.

24 (d) The number of participants enrolled in remedial education
25 programs and the number of participants enrolled in literacy
26 programs.

27 (e) The number of participants enrolled in programs at 2-year

1 institutions.

2 (f) The number of participants enrolled in 4-year
3 institutions.

4 (g) The number of participants enrolled in proprietary schools
5 or other technical training programs.

6 (h) The number of participants that have completed education
7 or training programs.

8 (i) The number of participants who secured employment in
9 Michigan within 1 year of completing a training program.

10 (j) The number of participants who completed a training
11 program and secured employment in a field related to their
12 training.

13 (k) The average wage earned by participants who completed a
14 training program and secured employment within 1 year.

15 (2) Data collection for the report shall be for the period
16 October 1, 2013 through September 30, 2014.

[Sec. 1069. (1) From the funds appropriated in part 1, the
workforce development agency shall administer the Michigan GED-to-school
program as provided under this section.

(2) Funds appropriated in part 1 for the Michigan GED-to-school
program are appropriated for the purpose of funding the cost of GED
testing and certification as provided by this section. The Michigan GED-
to-school program shall cover the cost of providing the GED test free of
charge to individuals who meet all of the following requirements:

(a) The GED test is taken and passed on or after June 1, 2015.

(b) The individual has not previously been administered a GED test
free of charge under this section.

(c) The individual meets at least 1 of the following requirements:

(i) The individual enrolls in postsecondary academic or vocational
coursework at a public Michigan college or university within 2 years
after passing the GED test.

(ii) Prior to taking the GED test, the individual successfully
completed a WDA-approved GED preparation program.

(3) A WDA-approved GED preparation program shall include all of the
following:

(a) Instructional and tutorial assistance.

(b) GED test practice.

House Bill No. 5313 (H-1) amended May 6, 2014 (2 of 2)

- (c) Required attendance at program instructional sessions.
 - (d) A curriculum that prepares students for opportunities in postsecondary education and the job market.
 - (e) Information on potential postsecondary and career pathways.
 - (f) Counseling on preparing for and applying to college.
 - (g) Personal and job readiness skills development.
 - (h) Comprehensive information on college costs and financial aid.
 - (i) College and career assessments.
 - (j) Computer-based instruction, practice, or remediation.
- (4) By January 1, 2015, the workforce development agency shall post online an announcement of the Michigan GED-to-school program, minimum standards for GED preparation program approval, and approval procedures.

(5) By April 1, 2015, the workforce development agency shall do all of the following:

- (a) Develop procedures consistent with this section under which individuals can take the GED test without charge.
 - (b) Develop procedures for collecting payment from individuals who received the GED test under this section without charge but who failed to meet the requirements specified by subsection (2).
 - (c) Provide program information for educators and students on the workforce development agency website, including explanations of the procedures developed under subdivisions (a) and (b), and contact information for questions about the program.
 - (d) Provide an estimate of the full-year cost of the program to the senate and house appropriations subcommittees on general government, the senate and house fiscal agencies, and the state budget director.
- (6) By September 30, 2015, the workforce development agency shall report to the senate and house appropriations subcommittees on general government, the senate and house fiscal agencies, and the state budget director on utilization of the GED incentive program, including numbers of GED certifications issued by location, year-to-date expenditures, and numbers of participants qualifying under subsection (2) (a), (2) (b), or both.]

17 **STATE BUILDING AUTHORITY**

18 Sec. 1101. (1) Subject to section 242 of the management and
 19 budget act, 1984 PA 431, MCL 18.1242, and upon the approval of the
 20 state building authority, the department may expend from the
 21 general fund of the state during the fiscal year an amount to meet
 22 the cash flow requirements of those state building authority
 23 projects solely for lease to a state agency identified in both part
 24 1 and this section, and for which state building authority bonds or
 25 notes have not been issued, and for the sole acquisition by the
 26 state building authority of equipment and furnishings for lease to

1 a state agency as permitted by 1964 PA 183, MCL 830.411 to 830.425,
2 for which the issuance of bonds or notes is authorized by a
3 legislative appropriation act that is effective for the fiscal year
4 ending September 30, 2014. Any general fund advances for which
5 state building authority bonds have not been issued shall bear an
6 interest cost to the state building authority at a rate not to
7 exceed that earned by the state treasurer's common cash fund during
8 the period in which the advances are outstanding and are repaid to
9 the general fund of the state.

10 (2) Upon sale of bonds or notes for the projects identified in
11 part 1 or for equipment as authorized by a legislative
12 appropriation act and in this section, the state building authority
13 shall credit the general fund of the state an amount equal to that
14 expended from the general fund plus interest, if any, as defined in
15 this section.

16 (3) For state building authority projects for which bonds or
17 notes have been issued and upon the request of the state building
18 authority, the state treasurer shall make advances without interest
19 from the general fund as necessary to meet cash flow requirements
20 for the projects, which advances shall be reimbursed by the state
21 building authority when the investments earmarked for the financing
22 of the projects mature.

23 (4) In the event that a project identified in part 1 is
24 terminated after final design is complete, advances made on behalf
25 of the state building authority for the costs of final design shall
26 be repaid to the general fund in a manner recommended by the
27 director.

1 Sec. 1102. (1) State building authority funding to finance
2 construction or renovation of a facility that collects revenue in
3 excess of money required for the operation of that facility shall
4 not be released to a university or community college unless the
5 institution agrees to reimburse that excess revenue to the state
6 building authority. The excess revenue shall be credited to the
7 general fund to offset rent obligations associated with the
8 retirement of bonds issued for that facility. The auditor general
9 shall annually identify and present an audit of those facilities
10 that are subject to this section. Costs associated with the
11 administration of the audit shall be charged against money
12 recovered pursuant to this section.

13 (2) As used in this section, "revenue" includes state
14 appropriations, facility opening money, other state aid, indirect
15 cost reimbursement, and other revenue generated by the activities
16 of the facility.

17 Sec. 1103. The state building authority shall provide to the
18 JCOS and senate and house fiscal agencies a report relative to the
19 status of construction projects associated with state building
20 authority bonds as of September 30 of each year, on or before
21 October 15, or not more than 30 days after a refinancing or
22 restructuring bond issue is sold. The report shall include, but is
23 not limited to, the following:

24 (a) A list of all completed construction projects for which
25 state building authority bonds have been sold, and which bonds are
26 currently active.

27 (b) A list of all projects under construction for which sale

1 of state building authority bonds is pending.

2 (c) A list of all projects authorized for construction or
3 identified in an appropriations act for which approval of
4 schematic/preliminary plans or total authorized cost is pending
5 that have state building authority bonds identified as a source of
6 financing.

7 **REVENUE STATEMENT**

8 Sec. 1201. Pursuant to section 18 of article V of the state
9 constitution of 1963, fund balances and estimates are presented in
10 the following statement:

11 BUDGET RECOMMENDATIONS BY OPERATING FUNDS

12 (Amounts in millions)

13 Fiscal Year 2014-2015

		Beginning			
		Available	Estimated	Ending	
	<u>Fund</u>	<u>Balance</u>	<u>Revenue</u>	<u>Balance</u>	
14					
15					
16					
17	OPERATING FUNDS				
18	General fund/general purpose	0110	666.9	9,488.6	41.2
19	General fund/special purpose		1,154.0	24,305.3	3.2
20	Special Revenue Funds:				
21	Countercyclical budget and				
22	economic stabilization	0111	505.1	0.8	505.9
23	Game and fish protection	0112	6.2	84.7	3.1
24	Michigan employment security act				
25	administration	0113	0.0	18.0	0.0

1	State aeronautics	0114	2.6	103.4	0.0
2	Michigan veterans' benefit				
3	trust	0115	3.5	2.6	3.5
4	State trunkline	0116	0.0	1,865.5	0.0
5	Michigan state waterways	0117	5.7	26.3	4.7
6	Blue Water Bridge	0118	0.0	23.5	0.0
7	Michigan transportation	0119	0.0	1,929.6	0.0
8	Comprehensive transportation	0120	13.8	329.0	0.0
9	School aid	0122	0.0	13,740.0	0.0
10	Game and fish protection trust	0124	0.0	15.7	0.0
11	State park improvement	0125	2.9	54.0	4.5
12	Forest development	0126	2.9	32.3	1.3
13	Michigan natural resources				
14	trust	0129	34.7	31.9	39.4
15	Michigan state parks endowment	0130	6.8	46.2	5.5
16	Safety education and training	0131	7.2	10.7	7.7
17	Bottle deposit	0136	16.5	14.6	7.9
18	State construction code	0138	2.1	8.2	1.6
19	Children's trust	0139	0.7	1.1	0.6
20	State casino gaming	0140	1.0	36.4	0.7
21	Michigan nongame fish and				
22	wildlife	0143	0.3	0.5	0.3
23	Michigan merit award trust	0154	53.3	75.5	27.9
24	Outdoor recreation legacy	0162	0.3	2.6	0.3
25	Off-road vehicle account	0163	2.6	6.3	2.8
26	Snowmobile account	0164	5.9	10.0	5.3
27	Silicosis dust disease				

1	and logging	0870	1.2	1.4	1.2
2	Utility consumer representation	0893	1.9	1.2	1.4
3	TOTALS		\$2,498.1	\$52,265.9	\$670.0

4 PART 2A
5 PROVISIONS CONCERNING ANTICIPATED APPROPRIATIONS
6 FOR FISCAL YEAR 2015-2016

7 GENERAL SECTIONS

8 Sec. 1301. It is the intent of the legislature to provide
9 appropriations for the fiscal year ending on September 30, 2016 for
10 the line items listed in part 1. The fiscal year 2015-2016
11 appropriations are anticipated to be the same as those for fiscal
12 year 2014-2015, except that the line items will be adjusted for
13 changes in caseload and related costs, federal fund match rates,
14 economic factors, and available revenue. These adjustments will be
15 determined after the January 2015 consensus revenue estimating
16 conference.

17 Sec. 1302. It is the intent of the legislature that the
18 department identify the amounts for normal retirement costs and
19 legacy retirement costs for the fiscal year ending on September 30,
20 2016 for the line items listed in part 1.

21 ARTICLE X
22 DEPARTMENT OF HUMAN SERVICES
23 PART 1
24 LINE-ITEM APPROPRIATIONS

House Bill No. 5313 (H-1) as amended May 6, 2014

1 Sec. 101. There is appropriated for the department of human
 2 services for the fiscal year ending September 30, 2015, from the
 3 following funds:

4 **DEPARTMENT OF HUMAN SERVICES**

5 APPROPRIATION SUMMARY

6	Full-time equated classified positions.....	11,942.5	
7	Full-time equated unclassified positions.....	6.0	
8	Total full-time equated positions.....	11,948.5	
9	GROSS APPROPRIATION.....		\$ [5,582,815,900]
10	Interdepartmental grant revenues:		
11	Total interdepartmental grants and intradepartmental		
12	transfers		18,545,900
13	ADJUSTED GROSS APPROPRIATION.....		\$ [5,564,270,000]
14	Federal revenues:		
15	Social security act, temporary assistance for needy		
16	families		526,569,500
17	Social security act, social services block grant		126,190,600
18	Low-income home energy assistance program.....		188,313,300
19	Federal supplemental security income.....		8,594,600
20	Total other federal revenues.....		3,534,928,300
21	Special revenue funds:		
22	Total private revenues.....		18,050,900
23	Total local revenues.....		33,762,000
24	Total other state restricted revenues.....		126,237,400
25	State general fund/general purpose.....		\$ [1,001,623,400]
26	Sec. 102. EXECUTIVE OPERATIONS		

1	Total full-time equated positions.....	759.7	
2	Full-time equated unclassified positions.....	6.0	
3	Full-time equated classified positions.....	753.7	
4	Unclassified salaries--6.0 FTE positions.....		\$ 724,600
5	Salaries and wages--282.7 FTE positions.....		17,266,100
6	Contractual services, supplies, and materials.....		13,253,600
7	Demonstration projects--7.0 FTE positions.....		6,905,100
8	Inspector general salaries and wages--141.0 FTE		
9	positions		8,202,700
10	Electronic benefit transfer EBT.....		9,509,000
11	Michigan community service commission--15.0 FTE		
12	positions		12,001,900
13	AFC, children's welfare and day care licensure--237.0		
14	FTE positions		28,907,100
15	State office of administrative hearings and rules....		7,535,900
16	Workforce development and training--71.0 FTE positions		<u>10,711,600</u>
17	GROSS APPROPRIATION.....		\$ 115,017,600
18	Appropriated from:		
19	Interdepartmental grant revenues:		
20	IDG from department of education.....		8,222,600
21	Federal revenues:		
22	Social security act, temporary assistance for needy		
23	families		12,905,800
24	Social security act, social services block grant.....		14,568,000
25	Low-income home energy assistance program.....		421,700
26	Total other federal revenues.....		40,156,300
27	Special revenue funds:		

1	Total private revenues.....	3,850,900
2	Total local revenues.....	16,400
3	Total other state restricted revenues.....	5,400
4	State general fund/general purpose.....	\$ 34,870,500
5	Sec. 103. CHILD SUPPORT ENFORCEMENT	
6	Full-time equated classified positions.....	190.7
7	Child support enforcement operations--184.7 FTE	
8	positions	\$ 22,649,000
9	Legal support contracts.....	113,464,600
10	Child support incentive payments.....	32,409,600
11	State disbursement unit--6.0 FTE positions.....	<u>11,328,300</u>
12	GROSS APPROPRIATION.....	\$ 179,851,500
13	Appropriated from:	
14	Federal revenues:	
15	Total federal revenues.....	155,602,600
16	State general fund/general purpose.....	\$ 24,248,900
17	Sec. 104. COMMUNITY ACTION AND ECONOMIC OPPORTUNITY	
18	Full-time equated classified positions.....	16.0
19	Bureau of community action and economic opportunity	
20	operations--16.0 FTE positions.....	\$ 2,068,700
21	Community services block grant.....	26,340,000
22	Weatherization assistance.....	<u>16,340,000</u>
23	GROSS APPROPRIATION.....	\$ 44,748,700
24	Appropriated from:	
25	Federal revenues:	
26	Social security act, temporary assistance for needy	
27	families	500

1	Low-income home energy assistance program.....		148,300
2	Total other federal revenues.....		44,099,900
3	State general fund/general purpose.....	\$	500,000
4	Sec. 105. ADULT AND FAMILY SERVICES		
5	Full-time equated classified positions.....	564.7	
6	Guardian contract.....	\$	490,200
7	Adult services policy and administration--8.0 FTE		
8	positions		925,000
9	Office of program policy--28.7 FTE positions		3,652,900
10	Michigan rehabilitation services--526.0 FTE positions		137,705,200
11	Independent living.....		6,988,600
12	Employment and training support services.....		4,819,100
13	Wage employment verification reporting.....		547,300
14	Nutrition education--2.0 FTE positions		30,038,000
15	Elder law of Michigan MiCAFE contract		175,000
16	Elder abuse prosecuting attorney.....		<u>300,000</u>
17	GROSS APPROPRIATION.....	\$	185,641,300
18	Appropriated from:		
19	Interdepartmental grant revenues:		
20	IDG from department of education.....		13,300
21	Federal revenues:		
22	Social security act, temporary assistance for needy		
23	families		4,667,900
24	Federal supplemental security income.....		8,594,600
25	Social security act, social services block grant		582,800
26	Low-income home energy assistance program.....		185,800
27	Total other federal revenues.....		137,992,800

1	Special revenue funds:	
2	Total private revenues.....	1,946,000
3	Local vocational rehabilitation match.....	6,539,100
4	Second injury fund.....	149,400
5	Rehabilitation service fees.....	1,442,900
6	State general fund/general purpose.....	\$ 23,526,700
7	Sec. 106. CHILDREN'S SERVICES	
8	Full-time equated classified positions.....	116.3
9	Salaries and wages--53.7 FTE positions.....	\$ 2,461,900
10	Contractual services, supplies, and materials.....	1,129,000
11	Interstate compact.....	179,600
12	Families first.....	16,944,500
13	Strong families/safe children.....	12,350,100
14	Child protection and permanency--23.0 FTE positions..	12,892,500
15	Family reunification program.....	3,977,100
16	Family preservation and prevention services	
17	administration--11.0 FTE positions.....	1,426,800
18	Children's trust fund administration--12.0 FTE	
19	positions	1,011,800
20	Children's trust fund grants.....	2,325,100
21	Attorney general contract.....	4,326,400
22	Prosecuting attorney contracts.....	2,561,700
23	Child protection.....	873,900
24	Domestic violence prevention and treatment--14.6 FTE	
25	positions	15,730,000
26	Rape prevention and services--0.5 FTE position.....	5,072,300
27	Child advocacy centers--0.5 FTE position.....	2,000,000

1	Child abuse and neglect - children's justice act--1.0	
2	FTE position	619,000
3	Family preservation and prevention services programs .	<u>2,500,000</u>
4	GROSS APPROPRIATION.....	\$ 88,381,700
5	Appropriated from:	
6	Federal revenues:	
7	Social security act, temporary assistance for needy	
8	families	43,924,200
9	Social security act, social services block grant	3,192,300
10	Total other federal revenues.....	27,844,800
11	Special revenue funds:	
12	Compulsive gaming prevention fund.....	1,040,700
13	Sexual assault victims' prevention and treatment fund	3,000,000
14	Child advocacy centers fund.....	2,000,000
15	Children's trust fund.....	2,078,000
16	State general fund/general purpose.....	\$ 5,301,700
17	Sec. 107. CHILD WELFARE SERVICES	
18	Full-time equated classified positions..... 3,947.2	
19	Children's services administration--95.0 FTE positions	\$ 6,856,900
20	Title IV-E compliance and accountability office--4.0	
21	FTE positions	513,500
22	Child welfare field staff - caseload compliance--	
23	2,511.0 FTE positions	121,626,500
24	Child welfare field staff - noncaseload compliance--	
25	330.0 FTE positions	17,561,000
26	Education planners--15.0 FTE positions.....	822,200
27	Peer coaches--56.0 FTE positions.....	3,427,200

1	Child welfare first line supervisors--585.0 FTE	
2	positions	40,493,500
3	Administrative support workers--243.0 FTE positions ..	10,303,800
4	Second line supervisors and technical staff--55.0 FTE	
5	positions	4,346,800
6	Permanency resource managers--28.5 FTE positions	1,736,900
7	Contractual services, supplies, and materials	8,480,800
8	Settlement monitor.....	1,625,800
9	Foster care payments.....	188,406,600
10	Serious emotional disturbance - waiver program.....	3,351,600
11	Serious emotional disturbance - nonwaiver program....	2,999,900
12	Guardianship assistance program.....	7,023,700
13	Child care fund.....	185,199,100
14	Child care fund administration--6.2 FTE positions	840,100
15	Adoption subsidies.....	241,126,200
16	Adoption support services--10.0 FTE positions	28,896,600
17	Youth in transition--5.5 FTE positions	15,053,500
18	Child welfare medical/psychiatric evaluations	8,835,500
19	Psychotropic oversight.....	618,200
20	Performance based funding implementation--3.0 FTE	
21	positions	<u>1,272,100</u>
22	GROSS APPROPRIATION.....	\$ 901,418,000
23	Appropriated from:	
24	Interdepartmental grant revenues:	
25	IDG from department of education.....	140,200
26	Federal revenues:	
27	Social security act, temporary assistance for needy	

1	families		212,312,300
2	Social security act, social services block grant		48,929,700
3	Low-income home energy assistance program		327,900
4	Total other federal revenues		246,639,000
5	Special revenue funds:		
6	Private - collections		3,149,900
7	Local funds - county chargeback		14,892,200
8	State general fund/general purpose	\$	375,026,800
9	Sec. 108. JUVENILE JUSTICE SERVICES		
10	Full-time equated classified positions..... 113.0		
11	W.J. Maxey training school - closed site costs	\$	1,000,000
12	Bay pines center--42.0 FTE positions		4,836,500
13	Shawono center--42.0 FTE positions		4,920,900
14	County juvenile officers		3,904,300
15	Community support services--3.0 FTE positions		2,098,500
16	Juvenile justice administration and maintenance--23.0		
17	FTE positions		3,951,500
18	Juvenile accountability block grant--0.5 FTE position		1,281,300
19	Committee on juvenile justice administration--2.5 FTE		
20	positions		343,900
21	Committee on juvenile justice grants		3,000,000
22	In-home community care		<u>1,000,000</u>
23	GROSS APPROPRIATION	\$	26,336,900
24	Appropriated from:		
25	Federal revenues:		
26	Total federal revenues		5,548,700
27	Special revenue funds:		

1	Local funds - state share education funds		1,316,400
2	Local funds - county chargeback		4,414,400
3	State general fund/general purpose	\$	15,057,400
4	Sec. 109. LOCAL OFFICE STAFF AND OPERATIONS		
5	Full-time equated classified positions.....	5,681.5	
6	Field staff, salaries and wages--5,385.5 FTE positions	\$	286,761,700
7	Contractual services, supplies, and materials		17,386,300
8	Healthy Michigan plan administration		20,250,000
9	Medical/psychiatric evaluations		1,420,100
10	Donated funds positions--288.0 FTE positions		33,260,800
11	Volunteer services and reimbursement		1,142,400
12	SSI advocates--8.0 FTE positions		<u>797,400</u>
13	GROSS APPROPRIATION	\$	361,018,700
14	Appropriated from:		
15	Interdepartmental grant revenues:		
16	IDG from department of corrections		100,000
17	IDG from department of education		4,654,100
18	Federal revenues:		
19	Social security act, temporary assistance for needy		
20	families		63,694,800
21	Social security act, social services block grant		12,864,800
22	Low-income home energy assistance program		5,494,700
23	Total other federal revenues		121,218,400
24	Special revenue funds:		
25	Local funds		6,583,500
26	Private funds - donated funds		9,104,100
27	Supplemental security income recoveries		797,400

1	State general fund/general purpose.....	\$	136,506,900
2	Sec. 110. DISABILITY DETERMINATION SERVICES		
3	Full-time equated classified positions.....	571.4	
4	Disability determination operations--545.9 FTE		
5	positions	\$	107,317,100
6	Medical consultation program--21.4 FTE positions.....		2,509,200
7	Retirement disability determination--4.1 FTE positions		<u>506,100</u>
8	GROSS APPROPRIATION.....	\$	110,332,400
9	Appropriated from:		
10	Interdepartmental grant revenues:		
11	IDG from DTMB - office of retirement services.....		679,400
12	Federal revenues:		
13	Total federal revenues.....		105,988,900
14	State general fund/general purpose.....	\$	3,664,100
15	Sec. 111. CENTRAL SUPPORT ACCOUNTS		
16	Rent.....	\$	42,000,000
17	Occupancy charge.....		10,582,400
18	Travel.....		8,288,000
19	Equipment.....		62,600
20	Worker's compensation.....		2,497,600
21	Payroll taxes and fringe benefits.....		<u>426,270,200</u>
22	GROSS APPROPRIATION.....	\$	489,700,800
23	Appropriated from:		
24	Interdepartmental grant revenues:		
25	IDG from department of education.....		3,601,500
26	Federal revenues:		
27	Social security act, temporary assistance for needy		

1	families	114,833,100
2	Social security act, social services block grant	40,805,100
3	Low-income home energy assistance program.....	5,399,900
4	Total other federal revenues.....	149,969,400
5	State general fund/general purpose.....	\$ 175,091,800
6	Sec. 112. PUBLIC ASSISTANCE	
7	Full-time equated classified positions..... 8.0	
8	Family independence program.....	\$ 151,562,600
9	State disability assistance payments.....	17,894,400
10	Food assistance program benefits.....	2,388,475,200
11	State supplementation.....	64,137,200
12	State supplementation administration.....	2,381,100
13	Low-income home energy assistance program - home	
14	heating credit	84,742,800
15	Low-income home energy assistance program - crisis	
16	assistance	80,208,800
17	Michigan energy assistance program--1.0 FTE position .	60,000,000
18	Before- or after-school program.....	3,000,000
19	Food bank funding.....	1,795,000
20	Homeless programs.....	15,721,900
21	Chaldean community foundation.....	1,000,000
22	Multicultural integration funding.....	2,015,500
23	Indigent burial.....	4,300,000
24	Emergency services local office allocations.....	13,608,500
25	Refugee assistance program--7.0 FTE positions	<u>27,969,000</u>
26	GROSS APPROPRIATION.....	\$ 2,918,812,000
27	Appropriated from:	

1	Federal revenues:	
2	Social security act, temporary assistance for needy	
3	families	57,886,700
4	Social security act, social services block grant	458,500
5	Low-income home energy assistance program	174,951,600
6	Total other federal revenues	2,413,118,100
7	Special revenue funds:	
8	Child support collections	17,996,000
9	Low-income energy assistance fund	50,000,000
10	Supplemental security income recoveries	10,617,600
11	Merit award trust fund	30,100,000
12	Public assistance recoupment revenue	7,010,000
13	State general fund/general purpose	\$ 156,673,500
14	Sec. 113. INFORMATION TECHNOLOGY	
15	Information technology services and projects	\$ 120,331,400
16	Child support automation	<u>42,146,800</u>
17	GROSS APPROPRIATION	\$ 162,478,200
18	Appropriated from:	
19	Interdepartmental grant revenues:	
20	IDG from department of education	1,134,800
21	Federal revenues:	
22	Social security act, temporary assistance for needy	
23	families	16,344,200
24	Social security act, social services block grant	4,789,400
25	Low-income home energy assistance program	1,383,400
26	Total other federal revenues	86,261,800
27	State general fund/general purpose	\$ 52,564,600

1 state spending from state resources to be paid to local units of
 2 government for fiscal year 2014-2015 is \$100,336,000.00. The
 3 itemized statement below identifies appropriations from which
 4 spending to local units of government will occur:

5 DEPARTMENT OF HUMAN SERVICES

6	Child care fund.....	\$	95,930,000
7	County juvenile officers.....		3,656,500
8	State disability assistance payments.....		726,700
9	Family independence program.....		<u>22,800</u>
10	TOTAL.....	\$	100,336,000

11 Sec. 202. The appropriations authorized under this part and
 12 part 1 are subject to the management and budget act, 1984 PA 431,
 13 MCL 18.1101 to 18.1594.

14 Sec. 203. As used in this part and part 1:

- 15 (a) "AFC" means adult foster care.
- 16 (b) "Current fiscal year" means the fiscal year ending
 17 September 30, 2015.
- 18 (c) "Department" means the department of human services.
- 19 (d) "Director" means the director of the department of human
 20 services.
- 21 (e) "FTE" means full-time equated.
- 22 (f) "IDG" means interdepartmental grant.
- 23 (g) "MiCAFE" means Michigan's coordinated access to food for
 24 the elderly.
- 25 (h) "Previous fiscal year" means the fiscal year ending
 26 September 30, 2014.
- 27 (i) "Settlement" means the settlement agreement entered in the

House Bill No. 5313 (H-1) as amended May 6, 2014

1 case of Dwayne B. v Snyder, docket no. 2:06-cv-13548 in the United
2 States district court for the eastern district of Michigan.

3 (j) "SSI" means supplemental security income.

4 (k) "Temporary assistance for needy families" or "TANF" or
5 "title IV-A" means part A of title IV of the social security act,
6 42 USC 601 to 619.

7 (l) "Title IV-D" means part D of title IV of the social
8 security act, 42 USC 651 to 669b.

9 (m) "Title IV-E" means part E of title IV of the social
10 security act, 42 USC 670 to 679c.

11 Sec. 204. The civil service commission shall bill departments
12 and agencies at the end of the first fiscal quarter for the 1%
13 charge authorized by section 5 of article XI of the state
14 constitution of 1963. Payments shall be made for the total amount
15 of the billing by the end of the second fiscal quarter.

16 Sec. 205. Pursuant to section 1b of the social welfare act,
17 1939 PA 280, MCL 400.1b, the department shall treat part 1 and this
18 part as a time-limited addendum to the social welfare act, 1939 PA
19 280, MCL 400.1 to 400.119b.

[Sec. 206. (1) For each new program or program increase for which
funds are appropriated in part 1, the department shall report the
following to the house and senate appropriations committees, the house
and senate fiscal agencies, and the state budget director:

(a) By November 1, 2014, a list of specific benchmarks intended to
measure the performance or return on taxpayer investment of the program
and its associated expenditures.

(b) By March 1, 2015, an update on the progress of the program and
the status of expenditures for the program as measured by those
benchmarks.

(2) It is the intent of the legislature that, beginning with the
budget for the fiscal year ending September 30, 2016, any proposal for a
new program or spending increase on existing programs initiated by the
executive branch or the legislature shall include, as part of the
original proposal or budget request, a specific list of benchmarks
intended to measure the performance or return on taxpayer investment of
the program or spending increase.]

20 Sec. 207. (1) Sanctions, suspensions, conditions for
21 provisional license status, and other penalties shall not be more
22 stringent for private service providers than for public entities
23 performing equivalent or similar services.

24 (2) Neither the department nor private service providers or
25 licensees shall be granted preferential treatment or considered
26 automatically to be in compliance with administrative rules based
27 on whether they have collective bargaining agreements with direct

1 care workers. Private service providers or licensees without
2 collective bargaining agreements shall not be subjected to
3 additional requirements or conditions of licensure based on their
4 lack of collective bargaining agreements.

5 Sec. 208. Unless otherwise specified, the department shall use
6 the Internet to fulfill the reporting requirements of this part.
7 This requirement shall include transmission of reports via
8 electronic mail to the recipients identified for each reporting
9 requirement, and it shall include placement of reports on the
10 Internet.

11 Sec. 209. Funds appropriated in part 1 shall not be used for
12 the purchase of foreign goods or services, or both, if
13 competitively priced and of comparable quality American goods or
14 services, or both, are available. Preference should be given to
15 goods or services, or both, manufactured or provided by Michigan
16 businesses, if they are competitively priced and of comparable
17 quality. In addition, preference should be given to goods or
18 services, or both, that are manufactured or provided by Michigan
19 businesses owned and operated by veterans, if they are
20 competitively priced and of comparable quality.

21 Sec. 211. Funds appropriated in this part and part 1 shall not
22 be used by a principal executive department, state agency, or
23 authority to hire a person to provide legal services that are the
24 responsibility of the attorney general. This prohibition does not
25 apply to legal services for bonding activities and for those
26 outside services that the attorney general authorizes.

27 Sec. 213. The department may retain all of the state's share

1 of food assistance overissuance collections as an offset to general
2 fund/general purpose costs. Retained collections shall be applied
3 against federal funds deductions in all appropriation units where
4 department costs related to the investigation and recoupment of
5 food assistance overissuances are incurred. Retained collections in
6 excess of such costs shall be applied against the federal funds
7 deducted in the executive operations appropriation unit.

8 Sec. 214. On a bimonthly basis, the department shall report on
9 the number of FTEs in pay status by type of staff.

10 Sec. 215. If a legislative objective of this part or part 1 or
11 of a bill or amendment to a bill to amend the social welfare act,
12 1939 PA 280, MCL 400.1 to 400.119b, cannot be implemented because
13 implementation would conflict with or violate federal regulations,
14 the department shall notify the state budget director, the house
15 and senate appropriations committees, and the house and senate
16 fiscal agencies and policy offices of that fact.

17 Sec. 217. The departments and agencies receiving
18 appropriations in part 1 shall prepare a report on out-of-state
19 travel expenses not later than January 1 of each year. The travel
20 report shall be a listing of all travel by classified and
21 unclassified employees outside this state in the immediately
22 preceding fiscal year that was funded in whole or in part with
23 funds appropriated in the department's budget. The report shall be
24 submitted to the house and senate appropriations committees, the
25 house and senate fiscal agencies, and the state budget director.
26 The report shall include the following information:

27 (a) The dates of each travel occurrence.

1 (b) The total transportation and related costs of each travel
2 occurrence, including the proportion funded with state general
3 fund/general purpose revenues, the proportion funded with state
4 restricted revenues, the proportion funded with federal revenues,
5 and the proportion funded with other revenues.

6 Sec. 219. The department shall cooperate with the department
7 of technology, management, and budget to maintain a searchable
8 website accessible by the public at no cost that includes, but is
9 not limited to, all of the following for each department or agency:

10 (a) Fiscal year-to-date expenditures by category.

11 (b) Fiscal year-to-date expenditures by appropriation unit.

12 (c) Fiscal year-to-date payments to a selected vendor,
13 including the vendor name, payment date, payment amount, and
14 payment description.

15 (d) The number of active department employees by job
16 classification.

17 (e) Job specifications and wage rates.

18 Sec. 220. The department shall ensure that faith-based
19 organizations are able to apply and compete for services, programs,
20 or contracts that they are qualified and suitable to fulfill. The
21 department shall not disqualify faith-based organizations solely on
22 the basis of the religious nature of their organization or their
23 guiding principles or statements of faith.

24 Sec. 221. (1) If the revenue collected by the department from
25 private and local sources exceeds the amount spent from amounts
26 appropriated in part 1, the revenue may be carried forward, with
27 approval from the state budget director, into the subsequent fiscal

1 year.

2 (2) The department shall provide a report on the amount of
3 each revenue stream to be carried forward, as well as the
4 cumulative amount, for the closing fiscal year by October 30 of the
5 current fiscal year to the senate and house appropriations
6 subcommittees on the department budget, the senate and house
7 standing committees on families and human services, and the senate
8 and house fiscal agencies and policy offices.

9 Sec. 222. (1) The department shall provide written
10 notification to the chairpersons of the senate and house
11 appropriations subcommittees on the budget for the department of
12 any policy changes at least 30 days before the implementation date.

13 (2) The department shall make the entire policy and procedures
14 manual available and accessible to the public via the department
15 website.

16 (3) The department shall report no later than April 1 of the
17 current fiscal year on each specific policy change made to
18 implement a public act affecting the department that took effect
19 during the prior calendar year to the house and senate
20 appropriations subcommittees on the budget for the department, the
21 joint committee on administrative rules, and the senate and house
22 fiscal agencies. The department shall attach each policy bulletin
23 issued during the prior calendar year to this report.

24 Sec. 226. The department shall not approve any contract for
25 new services, programs, or concepts in excess of \$1,000,000.00
26 unless both of the following requirements have been met:

27 (a) The department has issued and received a request for

1 information (RFI) or a request for qualification (RFQ) before
2 issuing a request for proposal for the contract. The request for
3 information or request for qualification will enable the department
4 to learn more about the market for the products or services that
5 are the subject of the future request for proposal.

6 (b) The department has provided the legislature with the
7 results of the request for information or request for qualification
8 and posted a summary of the results of the request for information
9 or request for qualification on the department's webpage.

10 Sec. 231. (1) From the funds appropriated in part 1 for
11 Michigan community services commission, the department shall
12 allocate not less than \$350,000.00 to the Michigan reading corps to
13 provide literacy services and tutors for students in grades K-3 who
14 are identified as being at risk of reading failure at elementary
15 schools throughout the state.

16 (2) The department shall provide a report by March 1 of the
17 current fiscal year to the house and senate appropriations
18 subcommittees on the department budget, the house and senate fiscal
19 agencies, and house and senate policy offices on outcomes and
20 performance measures of the Michigan reading corps.

21 Sec. 232. (1) The department shall work with the department of
22 technology, management, and budget to establish an automated annual
23 metric collection, validation, and reporting process for contracts
24 via the state's e-procurement system.

25 (2) By June 30 of the current fiscal year, the department
26 shall provide a report to the house and senate appropriations
27 subcommittees on the department budget and the house and senate

1 fiscal agencies that presents performance metrics on all new and
2 existing contracts at renewal of \$1,000,000.00 or more funded with
3 state general fund/general purpose or state restricted resources.
4 The performance metrics shall include, at a minimum, service
5 delivery volumes and provider or beneficiary outcomes.

6 Sec. 233. From the funds appropriated in part 1 for Healthy
7 Michigan plan administration, the department, in conjunction with
8 the department of community health, shall establish an accounting
9 structure within the Michigan administrative information network
10 that will allow expenditures associated with the administration of
11 the Healthy Michigan plan to be identified. By October 1, 2014, the
12 department shall provide the state budget office and the house and
13 senate fiscal agencies with the relevant accounting structure and
14 associated business objects script and report that groups
15 administrative costs.

16 Sec. 240. The department shall notify the house and senate
17 appropriations committees and the house and senate fiscal agencies
18 of any changes to a child welfare master contract not less than 30
19 days before the change takes effect.

20 Sec. 250. Amounts appropriated in part 1 for information
21 technology may be designated as work projects and carried forward
22 to support technology projects under the direction of the
23 department of technology, management, and budget. Funds designated
24 in this manner are not available for expenditure until approved as
25 work projects under section 451a of the management and budget act,
26 1984 PA 431, MCL 18.1451a.

27 Sec. 251. The department and agencies receiving appropriations

1 in part 1 shall receive and retain copies of all reports funded
2 from appropriations in part 1. Federal and state guidelines for
3 short-term and long-term retention of records shall be followed.
4 The department may electronically retain copies of reports unless
5 otherwise required by federal and state guidelines.

6 Sec. 264. The department shall not take disciplinary action
7 against an employee for communicating with a member of the
8 legislature or his or her staff.

9 Sec. 265. Within 14 days after the release of the executive
10 budget recommendation, the department shall cooperate with the
11 state budget office to provide the senate and house appropriations
12 chairs, the senate and house appropriations subcommittee chairs,
13 and the senate and house fiscal agencies with an annual report on
14 estimated state restricted fund balances, state restricted fund
15 projected revenues, and state restricted fund expenditures for the
16 fiscal years ending September 30, 2014 and September 30, 2015.

17 Sec. 274. (1) The department, in collaboration with the state
18 budget office, shall submit to the house and senate appropriations
19 subcommittees on the department budget, the house and senate fiscal
20 agencies, and the house and senate policy offices on the day the
21 governor submits to the legislature the budget for the ensuing
22 fiscal year a report on spending and revenue projections for each
23 of the capped federal funds listed below. The report shall contain
24 actual spending and revenue in the previous fiscal year, spending
25 and revenue projections for the current fiscal year as enacted, and
26 spending and revenue projections within the executive budget
27 proposal for the fiscal year beginning October 1, 2015 for each

1 individual line item for the department budget. The report shall
2 also include federal funds transferred to other departments. The
3 capped federal funds shall include, but not be limited to, all of
4 the following:

5 (a) TANF.

6 (b) Title XX social services block grant.

7 (c) Title IV-B part I child welfare services block grant.

8 (d) Title IV-B part II promoting safe and stable families
9 funds.

10 (e) Low-income home energy assistance program.

11 (2) By February 15 of the current fiscal year, the department
12 shall prepare an annual report of its efforts to identify
13 additional TANF maintenance of effort sources and rationale for any
14 increases or decreases from all of the following, but not limited
15 to:

16 (a) Other departments.

17 (b) Local units of government.

18 (c) Private sources.

19 Sec. 275. (1) The negative appropriation in the staffing
20 reductions line in part 1 shall be offset only through FTE
21 reductions to achieve a worker to supervisor ratio of not less than
22 7 to 1 for nonchild welfare field staff. The line item shall not be
23 offset through cuts to programs, benefits, caseload savings, or
24 policy changes.

25 (2) The department shall provide monthly reports on the
26 savings realized under subsection (1) to the chairpersons of the
27 senate and house appropriations subcommittees on the department

1 budget, the senate and house fiscal agencies, and the senate and
2 house policy offices.

3 (3) The staffing reductions line shall achieve a zero balance
4 by the close of the current fiscal year.

5 (4) Funds to offset the staffing reductions line shall be made
6 available through the legislative transfer process provided by
7 section 393(2) of the management and budget act, 1984 PA 431, MCL
8 18.1393.

9 Sec. 279. (1) All master contracts relating to human services
10 shall be performance-based contracts that employ a client-centered
11 results-oriented process that is based on measurable performance
12 indicators and desired outcomes and includes the annual assessment
13 of the quality of services provided.

14 (2) By February 1 of the current fiscal year, the department
15 shall provide the senate and house appropriations subcommittees on
16 the department budget and the senate and house fiscal agencies and
17 policy offices a report detailing measurable performance
18 indicators, desired outcomes, and an assessment of the quality of
19 services provided by the department during the previous fiscal
20 year.

21 Sec. 284. (1) In addition to the funds appropriated in part 1,
22 there is appropriated an amount not to exceed \$200,000,000.00 for
23 federal contingency funds. These funds are not available for
24 expenditure until they have been transferred to another line item
25 in part 1 under section 393(2) of the management and budget act,
26 1984 PA 431, MCL 18.1393. These funds shall not be made available
27 to increase TANF authorization.

1 (2) In addition to the funds appropriated in part 1, there is
2 appropriated an amount not to exceed \$5,000,000.00 for state
3 restricted contingency funds. These funds are not available for
4 expenditure until they have been transferred to another line item
5 in part 1 under section 393(2) of the management and budget act,
6 1984 PA 431, MCL 18.1393.

7 (3) In addition to the funds appropriated in part 1, there is
8 appropriated an amount not to exceed \$20,000,000.00 for local
9 contingency funds. These funds are not available for expenditure
10 until they have been transferred to another line item in part 1
11 under section 393(2) of the management and budget act, 1984 PA 431,
12 MCL 18.1393.

13 (4) In addition to the funds appropriated in part 1, there is
14 appropriated an amount not to exceed \$20,000,000.00 for private
15 contingency funds. These funds are not available for expenditure
16 until they have been transferred to another line item in part 1
17 under section 393(2) of the management and budget act, 1984 PA 431,
18 MCL 18.1393.

19 Sec. 290. Any public advertisement for state assistance shall
20 also inform the public of the welfare fraud hotline operated by the
21 department.

22 Sec. 291. (1) The department shall verify, using the e-verify
23 system, that all new department employees, and new hire employees
24 of contractors and subcontractors paid from funds appropriated in
25 part 1, are legally present in the United States. The department
26 may verify this information directly or may require contractors and
27 subcontractors to verify the information and submit a certification

1 to the department.

2 (2) By February 15 of the current fiscal year, the department
3 shall submit to the house and senate appropriations subcommittees
4 on the department budget, the house and senate fiscal agencies, and
5 the house and senate policy offices a report on the number of new
6 department employees and new hire employees of contractors and
7 subcontractors that were found to not be legally present in the
8 United States.

9 Sec. 295. If the department fails to provide to the
10 legislature reports and other data required by this part or other
11 statute within 30 days after the date the information is due, the
12 state money appropriated in part 1 for salaries and wages
13 responsible for preparing and submitting the report shall be
14 reduced by \$150,000.00.

15 Sec. 296. Not later than November 30, the state budget office
16 shall prepare and transmit a report that provides for estimates of
17 the total general fund/general purpose appropriation lapses at the
18 close of the prior fiscal year. This report shall summarize the
19 projected year-end general fund/general purpose appropriation
20 lapses by major departmental program or program areas. The report
21 shall be transmitted to the chairpersons of the senate and house
22 appropriations committees and the senate and house fiscal agencies.

23 Sec. 297. Total authorized appropriations from all sources
24 under part 1 for legacy costs for the fiscal year ending September
25 30, 2015 are \$283,394,300.00. From this amount, total agency
26 appropriations for pension-related legacy costs are estimated at
27 \$159,146,200.00. Total agency appropriations for retiree health

1 care legacy costs are estimated at \$124,248,100.00.

2 Sec. 298. By March 1 of the current fiscal year, the
3 department shall provide to the senate and house appropriations
4 subcommittees on the department budget, the senate and house fiscal
5 agencies, and the senate and house policy offices an annual report
6 on the supervisor-to-staff ratio by department divisions and
7 subdivisions.

8 Sec. 299. The department shall maintain, on a publicly
9 accessible website, a department scorecard that identifies, tracks,
10 and regularly updates key metrics that are used to monitor and
11 improve the agency's performance.

12 **EXECUTIVE OPERATIONS**

13 Sec. 307. (1) From the funds appropriated in part 1 for
14 demonstration projects, \$500,000.00 shall be distributed as
15 provided in subsection (2). The amount distributed under this
16 subsection shall not exceed 50% of the total operating expenses of
17 the program described in subsection (2), with the remaining 50%
18 paid by local United Way organizations and other nonprofit
19 organizations and foundations.

20 (2) Funds distributed under subsection (1) shall be
21 distributed to Michigan 2-1-1, a nonprofit corporation organized
22 under the laws of this state that is exempt from federal income tax
23 under section 501(c)(3) of the internal revenue code, 26 USC
24 501(c)(3), and whose mission is to coordinate and support a
25 statewide 2-1-1 system. Michigan 2-1-1 shall use the funds only to
26 fulfill the Michigan 2-1-1 business plan adopted by Michigan 2-1-1

House Bill No. 5313 (H-1) as amended May 6, 2014
1 in January 2005.

2 (3) Michigan 2-1-1 shall refer to the department any calls
3 received reporting fraud, waste, or abuse of state-administered
4 public assistance.

5 (4) Michigan 2-1-1 shall report annually to the department and
6 the house and senate standing committees with primary jurisdiction
7 over matters relating to human services and telecommunications on
8 2-1-1 system performance, including, but not limited to, call
9 volume by community health and human service needs and unmet needs
10 identified through caller data and customer satisfaction metrics.

[Sec. 310. It is the intent of the legislature that the department
shall work with youth-oriented nonprofit organizations to provide
mentoring programming for children of incarcerated parents and other at-
risk children.]

11 **ADULT AND FAMILY SERVICES**

12 Sec. 401. All funds appropriated in part 1 for independent
13 living shall be used to support centers for independent living in
14 compliance with federal rules and regulations for those centers, by
15 existing centers for independent living to serve underserved areas,
16 and for projects to build capacity of centers for independent
17 living to deliver independent living services. Applications for the
18 funds shall be reviewed in accordance with criteria and procedures
19 established by the department. Funds shall be used in a manner
20 consistent with the state plan for independent living.

21 Sec. 402. The Michigan rehabilitation services shall work
22 collaboratively with the bureau of services for blind persons,
23 service organizations, and government entities to identify
24 qualified match dollars to maximize use of available federal
25 vocational rehabilitation funds.

26 Sec. 403. (1) It is the intent of the legislature that the

1 funds appropriated in part 1 for Michigan rehabilitation services,
2 and any future funds appropriated for that purpose, shall not be
3 spent unless Michigan rehabilitation services addresses, works to
4 remedy, and accounts for the deficiencies found in Michigan
5 rehabilitation services as detailed in the most recent auditor
6 general report of Michigan rehabilitation services.

7 (2) The department shall provide quarterly status reports by
8 February 1, May 1, August 1, and November 1 to the house and senate
9 appropriations subcommittees on the department budget, the house
10 and senate fiscal agencies, and house and senate policy offices on
11 Michigan rehabilitation services that include all of the following
12 items:

13 (a) Reductions and changes in administration costs and
14 staffing.

15 (b) Service delivery plans and implementation steps achieved.

16 (c) Reorganization plans and implementation steps achieved.

17 (d) Plans to integrate Michigan rehabilitative services
18 programs into other services provided by the department.

19 (e) Quarterly expenditures by major spending category.

20 Sec. 404. (1) From the funds appropriated in part 1 for
21 independent living, the department shall allocate \$1,500,000.00 to
22 Michigan's centers for independent living to continue to pilot
23 guide services to develop accessible, comprehensive, and integrated
24 services for persons with disabilities. The pilot guide services
25 shall also assist persons with disabilities and their families in
26 navigating state systems when accessing public assistance to become
27 financially self-sufficient.

1 (2) The Michigan centers for independent living shall provide
2 a report by December 1 of the current fiscal year to the house and
3 senate appropriations subcommittees on the department budget, the
4 house and senate fiscal agencies, and the house and senate policy
5 offices on outcomes and performance measures of the guide services.

6 Sec. 410. From the funds appropriated in part 1 for guardian
7 contract, the department shall provide the contract recipients the
8 flexibility to set rates, but the rates shall not be less than
9 \$45.00.

10 Sec. 420. (1) From the funds appropriated in part 1, the
11 department shall contract with the prosecuting attorneys
12 association of Michigan for 2 elder abuse resource prosecuting
13 attorneys positions to provide the support and services necessary
14 to increase the capability of the state's prosecutors, adult
15 protective service system, and criminal justice system to
16 effectively identify, investigate, and prosecute elder abuse and
17 financial exploitation.

18 (2) By March 1 of the current fiscal year, the prosecuting
19 attorneys association shall provide a report on the efficacy of the
20 contract to the state budget office, the house and senate
21 appropriations subcommittees on the department budget, the house
22 and senate fiscal agencies, and the house and senate policy
23 offices.

24 Sec. 423. From the funds appropriated in part 1 for elder law
25 of Michigan MiCAFE contract, the department shall allocate not less
26 than \$175,000.00 to the elder law of Michigan MiCAFE to assist this
27 state's elderly population to participate in the food assistance

1 program. The funds may be used as state matching funds to acquire
2 available United States department of agriculture funding to
3 provide outreach program activities, such as eligibility screen and
4 information services, as part of a statewide food stamp hotline.

5 Sec. 424. The department may contract with a competitively
6 selected contractor whose service area includes region 2 of the
7 prosperity regions identified and defined by the department of
8 technology, management, and budget. The competitively selected
9 contractor shall be a nonprofit organized and operated exclusively
10 for the tax-exempt purposes set forth in section 501(c)(3) of the
11 United States internal revenue code. Allocated funds shall only be
12 used to defray the operational and capital costs for the workers on
13 wheels program. By January 1 of the current fiscal year, the
14 selected contractor shall provide a report on the number of
15 households served, impact of the recipient's household income,
16 employment status of the recipient, and the number of vehicles
17 awarded through purchase and donation to the house and senate
18 appropriations subcommittees on the department budget, the house
19 and senate fiscal agencies, and the house and senate policy
20 offices.

21 Sec. 425. (1) From the funds appropriated in part 1, the
22 department shall provide individuals not more than \$500.00 for
23 vehicle repairs, including any repairs done in the previous 12
24 months. However, the department may in its discretion pay for
25 repairs up to \$900.00. Payments under this section shall include
26 the combined total of payments made by the department and work
27 participation program.

1 (2) By November 30 of the current fiscal year, the department
2 shall provide to the senate and house appropriations subcommittees
3 on the department budget, the senate and house fiscal agencies, and
4 the senate and house policy offices a report detailing the total
5 number of payments for repairs, the number of payments for repairs
6 that exceeded \$500.00, the number of payments for repairs that cost
7 exactly \$500.00, and the number of payments for repairs that cost
8 exactly \$900.00 in the previous fiscal year.

9 **CHILDREN'S SERVICES**

10 Sec. 501. A goal is established that not more than 25% of all
11 children in foster care at any given time during the current fiscal
12 year will have been in foster care for 24 months or more. During
13 the annual budget presentation, the department shall provide a
14 report describing the steps that will be taken to achieve the
15 specific goal established in this section.

16 Sec. 502. From the funds appropriated in part 1 for foster
17 care, the department shall provide 50% reimbursement to Indian
18 tribal governments for foster care expenditures for children who
19 are under the jurisdiction of Indian tribal courts and who are not
20 otherwise eligible for federal foster care cost sharing.

21 Sec. 503. By March 1 of the current fiscal year, the
22 department shall provide a report on the implementation of the
23 performance-based funding workgroup recommendation to the senate
24 and house appropriations subcommittees on the department budget,
25 the senate and house standing committees on families and human
26 services, and the senate and house fiscal agencies and policy

1 offices.

2 Sec. 505. By March 1 of the current fiscal year, the
3 department and Wayne County shall provide to the senate and house
4 appropriations committees on the department budget and the senate
5 and house fiscal agencies and policy offices a report for youth
6 served in the previous fiscal year and in the first quarter of the
7 current fiscal year outlining the number of youth served within
8 each juvenile justice system, the type of setting for each youth,
9 performance outcomes, and financial costs or savings.

10 Sec. 506. The department shall submit a report by February 15
11 of the current fiscal year on the number of foster children under
12 department supervision who did not receive Medicaid coverage and
13 the number of foster children under department supervision that
14 experienced a break in Medicaid coverage during the previous fiscal
15 year to the house and senate appropriations subcommittees on the
16 department budget, the house and senate fiscal agencies, and the
17 house and senate policy offices.

18 Sec. 507. The department's ability to satisfy appropriation
19 deducts in part 1 for foster care private collections shall not be
20 limited to collections and accruals pertaining to services provided
21 only in the current fiscal year but may include revenues collected
22 during the current fiscal year for services provided in prior
23 fiscal years.

24 Sec. 508. (1) In addition to the amount appropriated in part 1
25 for children's trust fund grants, money granted or money received
26 as gifts or donations to the children's trust fund created by 1982
27 PA 249, MCL 21.171 to 21.172, is appropriated for expenditure.

1 (2) The department and the child abuse neglect and prevention
2 board shall collaborate to ensure that administrative delays are
3 avoided and the local grant recipients and direct service providers
4 receive money in an expeditious manner. The department and board
5 shall make available the children's trust fund contract funds to
6 grantees within 31 days of the start date of the funded project.

7 Sec. 511. The department shall provide quarterly reports to
8 the senate and house appropriations subcommittees on the department
9 budget, the senate and house standing committees on families and
10 human services, and the senate and house fiscal agencies and policy
11 offices on the number and percentage of children who received
12 timely health examinations after entry into foster care and the
13 number and percentage of children entering foster care who received
14 a required mental health examination after entry into foster care.

15 Sec. 513. (1) The department shall not expend funds
16 appropriated in part 1 to pay for the direct placement by the
17 department of a child in an out-of-state facility unless all of the
18 following conditions are met:

19 (a) There is no appropriate placement available in this state
20 as determined by the department interstate compact office.

21 (b) An out-of-state placement exists that is nearer to the
22 child's home than the closest appropriate in-state placement as
23 determined by the department interstate compact office.

24 (c) The out-of-state facility meets all of the licensing
25 standards of this state for a comparable facility.

26 (d) The out-of-state facility meets all of the applicable
27 licensing standards of the state in which it is located.

1 (e) The department has done an on-site visit to the out-of-
2 state facility, reviewed the facility records, reviewed licensing
3 records and reports on the facility, and believes that the facility
4 is an appropriate placement for the child.

5 (2) The department shall not expend money for a child placed
6 in an out-of-state facility without approval of the deputy director
7 for children's services. The department shall notify the
8 appropriate state agency in that state including the name of the
9 out-of-state provider who accepted the placement.

10 (3) The department shall submit quarterly reports to the state
11 court administrative office, the house and senate appropriations
12 subcommittees on the department budget, the house and senate fiscal
13 agencies, and the house and senate policy offices on the number of
14 Michigan children residing in out-of-state facilities at the time
15 of the report, the total cost and average per diem cost of these
16 out-of-state placements to this state, and a list of each such
17 placement arranged by the Michigan county of residence for each
18 child.

19 (4) The department shall submit an annual report by February
20 15 of the current fiscal year on per diem costs of each residential
21 care provider that has an established state rate and is located or
22 doing business in this state.

23 (5) It is the intent of the legislature that the department
24 shall work in conjunction with the courts and the state court
25 administrative office to identify data needed to calculate
26 statewide recidivism rates for adjudicated youth placed in either
27 residential secure or nonsecure facilities, defined at 6 months

1 after a youth is released from placement.

2 (6) By March 1 of the current fiscal year, the department
3 shall notify the legislature on the status of efforts to accomplish
4 the intent of subsection (5).

5 Sec. 514. The department shall make a comprehensive report
6 concerning children's protective services (CPS) to the legislature,
7 including the senate and house policy offices and the state budget
8 director, by January 1 of the current fiscal year, that shall
9 include all of the following:

10 (a) Statistical information including, at a minimum, all of
11 the following:

12 (i) The total number of reports of abuse or neglect
13 investigated under the child protection law, 1975 PA 238, MCL
14 722.621 to 722.638, and the number of cases classified under
15 category I or category II and the number of cases classified under
16 category III, category IV, or category V.

17 (ii) Characteristics of perpetrators of abuse or neglect and
18 the child victims, such as age, relationship, race, and ethnicity
19 and whether the perpetrator exposed the child victim to drug
20 activity, including the manufacture of illicit drugs, that exposed
21 the child victim to substance abuse, a drug house, or
22 methamphetamine.

23 (iii) The mandatory reporter category in which the individual
24 who made the report fits, or other categorization if the individual
25 is not within a group required to report under the child protection
26 law, 1975 PA 238, MCL 722.621 to 722.638.

27 (iv) The number of cases that resulted in the separation of the

1 child from the parent or guardian and the period of time of that
2 separation, up to and including termination of parental rights.

3 (v) For the reported complaints of abuse or neglect by
4 teachers, school administrators, and school counselors, the number
5 of cases classified under category I or category II and the number
6 of cases classified under category III, category IV, or category V.

7 (vi) For the reported complaints of abuse or neglect by
8 teachers, school administrators, and school counselors, the number
9 of cases that resulted in separation of the child from the parent
10 or guardian and the period of time of that separation, up to and
11 including termination of parental rights.

12 (b) New policies related to children's protective services
13 including, but not limited to, major policy changes and court
14 decisions affecting the children's protective services system
15 during the immediately preceding 12-month period.

16 (c) The information contained in the report required under
17 section 8d(5) of the child protection law, 1975 PA 238, MCL
18 722.628d, on cases classified under category III.

19 (d) The department policy, or changes to the department
20 policy, regarding children who have been exposed to the production
21 or manufacture of methamphetamines.

22 Sec. 515. The department shall restrict the implementation of
23 child welfare performance-based funding to only those regions as
24 designated in the phased implementation timeline for the current
25 fiscal year based on the workgroup findings described in section
26 503 of article X of 2013 PA 59.

27 Sec. 519. The department shall permit any private agency that

1 has an existing contract with this state to provide foster care
2 services to be also eligible to provide treatment foster care
3 services.

4 Sec. 520. The department shall post a request for information
5 for a contract for foster family group homes by December 31 of the
6 current fiscal year.

7 Sec. 522. (1) From the funds appropriated in part 1 for youth
8 in transition programs, the department shall allocate \$750,000.00
9 for college scholarships through the fostering futures scholarship
10 program in the Michigan education trust to youths who were in
11 foster care because of child abuse or neglect and are attending a
12 college located in this state. Of the funds appropriated, 100%
13 shall be used to fund scholarships for the youths described in this
14 section.

15 (2) Not later than March 1 of the current fiscal year, the
16 department shall provide a report to the house and senate
17 appropriations subcommittees on the department budget, the house
18 and senate fiscal agencies, and the house and senate policy offices
19 that includes the number of youths who received scholarships and
20 the amount of each scholarship, and the total amount of funds spent
21 or encumbered in the current fiscal year.

22 Sec. 523. (1) By February 15 of the current fiscal year, the
23 department shall report on the families first, family
24 reunification, and families together building solutions family
25 preservation programs to the senate and house appropriations
26 subcommittees on the department budget, the senate and house fiscal
27 agencies, and the senate and house policy offices. The report shall

1 contain all of the following for each program:

2 (a) The average cost per recipient served.

3 (b) Measurable performance indicators.

4 (c) Desired outcomes or results and goals that can be measured
5 on an annual basis, or desired results for a defined number of
6 years.

7 (d) Monitored results.

8 (e) Innovations that may include savings or reductions in
9 administrative costs.

10 (2) If money becomes available in part 1 for youth in
11 transition and domestic violence prevention and treatment, the
12 department is authorized to make allocations of TANF funds only to
13 agencies that report necessary data to the department for the
14 purpose of meeting TANF eligibility reporting requirements.

15 Sec. 524. As a condition of receiving funds appropriated in
16 part 1 for strong families/safe children, counties must submit the
17 service spending plan to the department by October 1 of the current
18 fiscal year for approval. The department shall approve the service
19 spending plan within 30 calendar days after receipt of a properly
20 completed service spending plan.

21 Sec. 525. The department shall implement the same on-site
22 evaluation processes for privately operated child welfare and
23 juvenile justice residential facilities as is used to evaluate
24 state-operated facilities. Penalties for noncompliance shall be the
25 same for privately operated child welfare and juvenile justice
26 residential facilities and state-operated facilities.

27 Sec. 526. From the funds appropriated in part 1 for foster

1 care payments and related administrative costs, the department may
2 implement the federally approved title IV-E child welfare waiver
3 demonstration project. As required under the waiver, any savings
4 resulting from the demonstration project must be quantified and
5 reinvested into child welfare programming.

6 Sec. 532. (1) The department, in collaboration with
7 representatives of private child and family agencies, shall revise
8 and improve the annual licensing review process and the annual
9 contract compliance review process for child placing agencies and
10 child caring institutions. The improvement goals shall be safety
11 and care for children. Improvements to the review process shall be
12 directed toward alleviating administrative burdens so that agency
13 resources may be focused on children. The revision shall include
14 identification of duplicative staff activities and information
15 sought from child placing agencies and child caring institutions in
16 the annual review process. The department shall report to the
17 senate and house appropriations subcommittees on the department
18 budget, the senate and house fiscal agencies and policy offices,
19 and the state budget director on or before January 15 of the
20 current fiscal year on the findings of the annual licensing review.

21 (2) The department shall conduct licensing reviews no more
22 than once every 4 years for child placing agencies and child caring
23 institutions that are nationally accredited and have no outstanding
24 violations to better align with accreditation requirements.

25 Sec. 533. (1) The department shall make payments to child
26 placing facilities for in-home and out-of-home care services and
27 adoption services within 30 days of receiving all necessary

1 documentation from those agencies.

2 (2) The department shall provide a report on the status of the
3 implementation and operation of this section by February 15 of the
4 current fiscal year.

5 Sec. 534. The department shall report to the senate and house
6 appropriations subcommittees on the department budget, the senate
7 and house fiscal agencies, the senate and house policy offices, and
8 the state budget office by November 1 of the current fiscal year a
9 report on the planning, implementation, and operation, regardless
10 of the current operational status, of the statewide automated child
11 welfare information system. The report shall include, but not be
12 limited to, all of the following:

13 (a) Areas where implementation went as planned.

14 (b) The number of known issues.

15 (c) The average number of help tickets submitted per day.

16 (d) Any additional overtime or other staffing costs to address
17 known issues and volume of help tickets.

18 (e) Any contract revisions to address known issues and volume
19 of help tickets.

20 (f) Other strategies undertaken to improve implementation.

21 Sec. 537. The department, in collaboration with child placing
22 agencies, shall develop a strategy to implement section 115o of the
23 social welfare act, 1939 PA 280, MCL 400.115o. The strategy shall
24 include a requirement that a department caseworker responsible for
25 preparing a recommendation to a court concerning a juvenile
26 placement shall provide, as part of the recommendation, information
27 regarding the requirements of section 115o of the social welfare

1 act, 1939 PA 280, MCL 400.115o.

2 Sec. 546. (1) From the funds appropriated in part 1 for foster
3 care payments and from child care fund, the department shall pay
4 providers of foster care services not less than a \$37.00
5 administrative rate.

6 (2) From the funds appropriated in part 1 for foster care
7 payments and from child care fund, the department shall pay
8 providers of general independent living services not less than a
9 \$28.00 administrative rate.

10 (3) From the funds appropriated in part 1, the department
11 shall reinstate the specialized independent living services
12 administrative rate to levels that were in place for the fiscal
13 year ending September 30, 2011.

14 (4) From the funds appropriated in part 1, the department
15 shall pay providers of foster care services an additional \$3.00
16 administrative rate, provided that section 117a of the social
17 welfare act, 1939 PA 280, MCL 400.117a, is amended to eliminate the
18 county match rate for the additional administrative rate provided
19 in this subsection. Payments under this subsection shall be made,
20 not less than, on a monthly basis.

21 (5) If required by the federal government to meet title IV-E
22 requirements, providers of foster care services shall submit
23 quarterly expenditure reports to the department to identify actual
24 costs of providing foster care services.

25 (6) From the funds appropriated in part 1, the department
26 shall provide a 2.14% increase to private providers of residential
27 services, provided that section 117a of the social welfare act,

1 1939 PA 280, MCL 400.117a, is amended to eliminate the county match
2 rate for the additional rate provided in this section.

3 Sec. 556. No later than February 1 for the previous fiscal
4 year, the department shall provide an annual report to the
5 subcommittees of the senate and house appropriations committees on
6 the department budget with the number of complaints filed by
7 adoptive parents who were not notified that their adopted child had
8 special needs.

9 Sec. 558. The department shall comply with section 115g of the
10 social welfare act, 1939 PA 280, MCL 400.115g, that prohibits using
11 income of the adoptive parent or parents to determine eligibility
12 for the adoption support subsidy.

13 Sec. 559. From the funds appropriated in part 1 for adoption
14 support services, the department shall allocate \$1,000,000.00 to an
15 adoptive nonprofit agency that utilizes adoptive parent mentors to
16 support contracts to provide a listening ear, knowledgeable
17 guidance, and community connections to adoptive parents and
18 children who were adopted in Michigan or another state.

19 Sec. 560. The department shall ensure that the implementation
20 of performance-based funding does not financially harm community
21 mental health services providers located within the implementation
22 region.

23 Sec. 561. The department shall privatize all foster care and
24 adoption services, except for child protective services, within
25 Kent County by October 31, 2014. The department shall notify the
26 chairs of the house and senate appropriations subcommittee on the
27 department budget once all cases are transferred. The department

1 shall also integrate and phase in performance-based funding once
2 implemented as outlined in the workgroup findings as described in
3 section 503 of article X of 2013 PA 59.

4 Sec. 574. (1) From the funds appropriated in part 1 for foster
5 care payments, \$2,500,000.00 is allocated to support performance-
6 based contracts with child placing agencies to facilitate the
7 licensure of relative caregivers as foster parents. Agencies shall
8 receive \$2,300.00 for each facilitated licensure. The agency
9 facilitating the licensure would retain the placement and continue
10 to provide case management services for at least 50% of the newly
11 licensed cases for which the placement was appropriate to the
12 agency. Up to 50% of the newly licensed cases would have direct
13 foster care services provided by the department. The maximum
14 reimbursement an agency shall receive is \$2,300.00 for a
15 facilitated license, if completed within 180 days of a child's
16 placement or if a waiver was previously approved, 180 days from the
17 application date.

18 (2) From the funds appropriated for foster care payments,
19 \$375,000.00 is allocated to support family incentive grants to
20 private and community-based foster care service providers to assist
21 with home improvements or payment for physical exams for applicants
22 needed by foster families to accommodate foster children.

23 Sec. 583. By February 1 of the current fiscal year, the
24 department shall provide to the senate and house appropriations
25 subcommittees on the department budget, the senate and house
26 standing committees on families and human services, and the senate
27 and house fiscal agencies and policy offices a report that

1 includes:

2 (a) The number and percentage of foster parents that dropped
3 out of the program in the previous fiscal year and the reasons the
4 foster parents left the program and how those figures compare to
5 prior fiscal years.

6 (b) The number and percentage of foster parents successfully
7 retained in the previous fiscal year and how those figures compare
8 to prior fiscal years.

9 Sec. 585. The department shall make available at least 1 pre-
10 service training class each month in which new caseworkers for
11 private foster care and adoption agencies can enroll.

12 Sec. 587. From the funds appropriated in part 1 to in-home
13 community care programs, \$1,000,000.00 shall be used to expand or
14 create new in-home care and community-based juvenile justice
15 services to rural counties through a grant-making process. By March
16 1 of the current fiscal year, the department shall submit a report
17 that describes the program expansion and expenditures in detail to
18 the senate and house appropriations subcommittees on the department
19 budget, the senate and house fiscal agencies, and the senate and
20 house policy offices.

21 Sec. 588. (1) Concurrently with public release, the department
22 shall transmit all reports from the court-appointed settlement
23 monitor, including, but not limited to, the needs assessment and
24 period outcome reporting, to the state budget office, the senate
25 and house appropriations subcommittees on the department budget,
26 and the senate and house fiscal agencies, without revision.

27 (2) The department shall report quarterly to the state budget

1 office, the senate and house appropriations subcommittees on the
2 department budget, and the senate and house fiscal agencies, on the
3 number of children enrolled in the guardianship assistance and
4 foster care - children with serious emotional disturbance waiver
5 programs.

6 Sec. 589. (1) From the funds appropriated in part 1 for child
7 care fund, the department shall pay 100% of the administrative rate
8 for all new cases referred to providers of foster care services
9 beginning on October 1, 2013.

10 (2) On a monthly basis, the department shall report on the
11 number of all foster care cases administered by the department and
12 all foster care cases administered by private providers.

13 **PUBLIC ASSISTANCE**

14 Sec. 601. Whenever a client agrees to the release of his or
15 her name and address to the local housing authority, the department
16 shall request from the local housing authority information
17 regarding whether the housing unit for which vrending has been
18 requested meets applicable local housing codes. Vrending shall be
19 terminated for those units that the local authority indicates in
20 writing do not meet local housing codes until such time as the
21 local authority indicates in writing that local housing codes have
22 been met.

23 Sec. 603. The department shall conduct a workgroup in
24 conjunction with the department of community health and members
25 from both the senate and house of representatives to determine how
26 the state can maximize Medicaid claims for community-based and

1 outpatient treatment services to foster care children and
2 adjudicated youths who are placed in community-based treatment
3 programs. The department shall report to the senate and house
4 appropriations subcommittees on the department budget, the senate
5 and house fiscal agencies, the senate and house policy offices, and
6 the state budget office by March 1, 2015 on the findings of the
7 workgroup.

8 Sec. 604. (1) The department shall operate a state disability
9 assistance program. Except as provided in subsection (3), persons
10 eligible for this program shall include needy citizens of the
11 United States or aliens exempted from the supplemental security
12 income citizenship requirement who are at least 18 years of age or
13 emancipated minors meeting 1 or more of the following requirements:

14 (a) A recipient of supplemental security income, social
15 security, or medical assistance due to disability or 65 years of
16 age or older.

17 (b) A person with a physical or mental impairment which meets
18 federal supplemental security income disability standards, except
19 that the minimum duration of the disability shall be 90 days.
20 Substance abuse alone is not defined as a basis for eligibility.

21 (c) A resident of an adult foster care facility, a home for
22 the aged, a county infirmary, or a substance abuse treatment
23 center.

24 (d) A person receiving 30-day postresidential substance abuse
25 treatment.

26 (e) A person diagnosed as having acquired immunodeficiency
27 syndrome.

1 (f) A person receiving special education services through the
2 local intermediate school district.

3 (g) A caretaker of a disabled person who meets the
4 requirements specified in subdivision (a), (b), (e), or (f).

5 (2) Applicants for and recipients of the state disability
6 assistance program shall be considered needy if they:

7 (a) Meet the same asset test as is applied for the family
8 independence program.

9 (b) Have a monthly budgetable income that is less than the
10 payment standards.

11 (3) Except for a person described in subsection (1)(c) or (d),
12 a person is not disabled for purposes of this section if his or her
13 drug addiction or alcoholism is a contributing factor material to
14 the determination of disability. "Material to the determination of
15 disability" means that, if the person stopped using drugs or
16 alcohol, his or her remaining physical or mental limitations would
17 not be disabling. If his or her remaining physical or mental
18 limitations would be disabling, then the drug addiction or
19 alcoholism is not material to the determination of disability and
20 the person may receive state disability assistance. Such a person
21 must actively participate in a substance abuse treatment program,
22 and the assistance must be paid to a third party or through vendor
23 payments. For purposes of this section, substance abuse treatment
24 includes receipt of inpatient or outpatient services or
25 participation in alcoholics anonymous or a similar program.

26 Sec. 605. The level of reimbursement provided to state
27 disability assistance recipients in licensed adult foster care

1 facilities shall be the same as the prevailing supplemental
2 security income rate under the personal care category.

3 Sec. 606. County department offices shall require each
4 recipient of family independence program and state disability
5 assistance who has applied with the social security administration
6 for supplemental security income to sign a contract to repay any
7 assistance rendered through the family independence program or
8 state disability assistance program upon receipt of retroactive
9 supplemental security income benefits.

10 Sec. 607. (1) The department's ability to satisfy
11 appropriation deductions in part 1 for state disability
12 assistance/supplemental security income recoveries and public
13 assistance recoupment revenues shall not be limited to recoveries
14 and accruals pertaining to state disability assistance, or family
15 independence assistance grant payments provided only in the current
16 fiscal year, but may include revenues collected during the current
17 year that are prior year related and not a part of the department's
18 accrued entries.

19 (2) The department may use supplemental security income
20 recoveries to satisfy the deduct in any line in which the revenues
21 are appropriated, regardless of the source from which the revenue
22 is recovered.

23 Sec. 608. Adult foster care facilities providing domiciliary
24 care or personal care to residents receiving supplemental security
25 income or homes for the aged serving residents receiving
26 supplemental security income shall not require those residents to
27 reimburse the home or facility for care at rates in excess of those

1 legislatively authorized. To the extent permitted by federal law,
2 adult foster care facilities and homes for the aged serving
3 residents receiving supplemental security income shall not be
4 prohibited from accepting third-party payments in addition to
5 supplemental security income provided that the payments are not for
6 food, clothing, shelter, or result in a reduction in the
7 recipient's supplemental security income payment.

8 Sec. 609. The state supplementation level under the
9 supplemental security income program for the personal care/adult
10 foster care and home for the aged categories shall not be reduced
11 during the current fiscal year. The legislature shall be notified
12 not less than 30 days before any proposed reduction in the state
13 supplementation level.

14 Sec. 610. (1) In developing good cause criteria for the state
15 emergency relief program, the department shall grant exemptions if
16 the emergency resulted from unexpected expenses related to
17 maintaining or securing employment.

18 (2) For purposes of determining housing affordability
19 eligibility for state emergency relief, a group is considered to
20 have sufficient income to meet ongoing housing expenses if their
21 total housing obligation does not exceed 75% of their total net
22 income.

23 (3) State emergency relief payments shall not be made to
24 individuals who have been found guilty of fraud in regard to
25 obtaining public assistance.

26 (4) State emergency relief payments shall not be made
27 available to persons who are out-of-state residents or illegal

1 immigrants.

2 (5) State emergency relief payments for rent assistance shall
3 be distributed directly to landlords and shall not be added to
4 Michigan bridge cards.

5 Sec. 611. The state supplementation level under the
6 supplemental security income program for the living independently
7 or living in the household of another categories shall not exceed
8 the minimum state supplementation level as required under federal
9 law or regulations.

10 Sec. 612. The department shall implement an asset test as part
11 of the eligibility determination for applicants and existing
12 recipients of the refugee assistance program medical benefits.

13 Sec. 613. The department shall provide reimbursements for the
14 final disposition of indigent persons. The reimbursement for the
15 final disposition shall be \$700.00 for each eligible deceased. In
16 addition, reimbursement for a cremation permit fee of up to \$75.00
17 and for mileage at the standard rate will also be made available
18 for an eligible cremation. The reimbursements under this section
19 shall account for religious preferences that prohibit cremation.
20 Total indigent burial expenditures shall not be more than the funds
21 appropriated in part 1 for indigent burial.

22 Sec. 615. Except as required by federal law or regulations,
23 funds appropriated in part 1 shall not be used to provide public
24 assistance to a person who is an illegal alien. This section shall
25 not prohibit the department from entering into contracts with food
26 banks, emergency shelter providers, or other human services
27 agencies who may, as a normal part of doing business, provide food

1 or emergency shelter.

2 Sec. 616. The department shall require retailers that
3 participate in the electronic benefits transfer program to charge
4 no more than \$2.50 in fees for cash back as a condition of
5 participation.

6 Sec. 617. The department shall prepare a report on the number
7 and percentage of public assistance recipients, categorized by type
8 of assistance received, who were no longer eligible for assistance
9 because of their status in the law enforcement information network
10 and provide the report by February 15 of the current fiscal year to
11 the senate and house appropriations subcommittees on the department
12 budget, the senate and house standing committees on families and
13 human services, and the senate and house fiscal agencies and policy
14 offices.

15 Sec. 619. (1) Subject to subsection (2), the department shall
16 exempt from the denial of title IV-A assistance and food assistance
17 benefits under 21 USC 862a any individual who has been convicted of
18 a felony that included the possession, use, or distribution of a
19 controlled substance, after August 22, 1996, provided that the
20 individual is not in violation of his or her probation or parole
21 requirements. Benefits shall be provided to such individuals as
22 follows:

23 (a) A third-party payee or vendor shall be required for any
24 cash benefits provided.

25 (b) An authorized representative shall be required for food
26 assistance receipt.

27 (2) Subject to federal approval, an individual is not entitled

1 to the exemption in this section if the individual was convicted in
2 2 or more separate cases of a felony that included the possession,
3 use, or distribution of a controlled substance after August 22,
4 1996.

5 Sec. 620. (1) The department shall make a determination of
6 Medicaid eligibility not later than 60 days after all information
7 to make the determination is received from the applicant if
8 disability is an eligibility factor. For all other Medicaid
9 applicants, including patients of a nursing home, the department
10 shall make a determination of Medicaid eligibility within 45 days
11 of application.

12 (2) Not later than October 1 of the current fiscal year, the
13 department shall provide a report to the senate and house
14 appropriations subcommittees on the department budget, the senate
15 and house standing committees on families and human services, and
16 the senate and house fiscal agencies and policy offices on the
17 average Medicaid eligibility standard of promptness achieved
18 statewide and at each local office.

19 Sec. 625. The department may contract with the legal services
20 association of Michigan to provide assistance to individuals who
21 have applied for or wish to apply for SSI or other federal
22 disability benefits. The legal services association of Michigan
23 shall provide a list of new clients accepted to the department to
24 verify that services have been provided to department clients. The
25 legal services association of Michigan and the department shall
26 work together to develop release forms to share information in
27 appropriate cases. The legal services association of Michigan shall

1 provide quarterly reports indicating cases opened, cases closed,
2 level of services provided on closed cases, and case outcomes on
3 closed cases.

4 Sec. 626. By August 1 of the current fiscal year, the
5 department shall provide the department of community health with
6 travel data relating to nonemergency medical services
7 transportation, including, but not limited to, methods of travel,
8 number of people served, travel distances, number of trips, and
9 costs of trips.

10 Sec. 643. As a condition of receipt of federal TANF funds,
11 homeless shelters and human services agencies shall collaborate
12 with the department to obtain necessary TANF eligibility
13 information on families as soon as possible after admitting a
14 family to the homeless shelter. From the funds appropriated in part
15 1 for homeless programs, the department is authorized to make
16 allocations of TANF funds only to the agencies that report
17 necessary data to the department for the purpose of meeting TANF
18 eligibility reporting requirements. Homeless shelters or human
19 services agencies that do not report necessary data to the
20 department for the purpose of meeting TANF eligibility reporting
21 requirements will not receive reimbursements which exceed the per
22 diem amount they received in fiscal year 2000. The use of TANF
23 funds under this section should not be considered an ongoing
24 commitment of funding.

25 Sec. 645. An individual or family is considered homeless, for
26 purposes of eligibility for state emergency relief, if living
27 temporarily with others in order to escape domestic violence. For

1 purposes of this section, domestic violence is defined and verified
2 in the same manner as in the department's policies on good cause
3 for not cooperating with child support and paternity requirements.

4 Sec. 653. From the funds appropriated in part 1 for food
5 assistance, an individual who is the victim of domestic violence
6 and does not qualify for any other exemption may be exempt from the
7 3-month in 36-month limit on receiving food assistance under 7 USC
8 2015. This exemption can be extended an additional 3 months upon
9 demonstration of continuing need.

10 Sec. 655. Within 14 days after the spending plan for low-
11 income home energy assistance program is approved by the state
12 budget office, the department shall provide the spending plan,
13 including itemized projected expenditures, to the chairpersons of
14 the senate and house appropriations subcommittees on the department
15 budget, the senate and house fiscal agencies, and the senate and
16 house policy offices.

17 Sec. 656. (1) The department shall allocate \$3,000,000.00 for
18 the operation of a statewide before- or after-school program
19 targeted to children in kindergarten through ninth grade. Eligible
20 programs must serve geographic areas near school buildings that do
21 not meet federal no child left behind annual yearly progress (AYP)
22 requirements and that include the before- or after-school programs
23 in the AYP plans as a means to improve outcomes and serve children
24 living in households with income below 200% of the federal poverty
25 guidelines as established by the United States department of health
26 and human services.

27 (2) The department shall have contract bids out by January 1,

1 2015, and the before- or after-school programs shall be operational
2 before the start of the 2015-2016 school year.

3 Sec. 657. The department shall notify persons eligible for
4 extended family independence program benefits under section 57s of
5 the social welfare act, 1939 PA 280, MCL 400.57s, that receiving
6 extended family independence program benefits will count toward the
7 federal and state lifetime limits. This notification shall be
8 included in both the public assistance application and the letter
9 or form that notifies a person of eligibility for extended family
10 independence program benefits.

11 Sec. 660. From the funds appropriated in part 1 for food bank
12 funding, the department is authorized to make allocations of TANF
13 funds only to the agencies that report necessary data to the
14 department for the purpose of meeting TANF eligibility reporting
15 requirements. The agencies that do not report necessary data to the
16 department for the purpose of meeting TANF eligibility reporting
17 requirements will not receive allocations in excess of those
18 received in fiscal year 2000. The use of TANF funds under this
19 section should not be considered an ongoing commitment of funding.

20 Sec. 669. The department shall allocate \$2,880,000.00 for the
21 annual clothing allowance. The allowance shall be granted to all
22 eligible children in a family independence program group ages 4
23 through 18.

24 Sec. 672. (1) The department's office of inspector general
25 shall report to the senate and house of representatives
26 appropriations subcommittees on the department budget, the senate
27 and house fiscal agencies, and the senate and house policy offices

1 by February 15 of the current fiscal year on department efforts to
2 reduce inappropriate use of Michigan bridge cards. The department
3 shall provide information on the number of recipients of services
4 who used their electronic benefit transfer card inappropriately and
5 the current status of each case, the number of recipients whose
6 benefits were revoked, whether permanently or temporarily, as a
7 result of inappropriate use, and the number of retailers that were
8 fined or removed from the electronic benefit transfer program for
9 permitting inappropriate use of the cards.

10 (2) As used in this section, "inappropriate use" means not
11 used to meet a family's ongoing basic needs, including food,
12 clothing, shelter, utilities, household goods, personal care items,
13 and general incidentals.

14 Sec. 677. (1) The department shall establish a state goal for
15 the percentage of family independence program cases involved in
16 employment activities. The percentage established shall not be less
17 than 50%. The goal for long-term employment shall be 15% of cases
18 for 6 months or more.

19 (2) On a monthly basis, the department shall report to the
20 senate and house appropriations subcommittees on the department
21 budget, the senate and house fiscal agencies and policy offices,
22 and the state budget director on the number of cases referred to
23 partnership. accountability. training. hope. (PATH), the current
24 percentage of family independence program cases involved in PATH
25 employment activities, an estimate of the current percentage of
26 family independence program cases that meet federal work
27 participation requirements on the whole, and an estimate of the

1 current percentage of the family independence program cases that
2 meet federal work participation requirements for those cases
3 referred to PATH.

4 Sec. 686. (1) The department shall ensure that program policy
5 requires caseworkers to confirm that individuals presenting
6 personal identification issued by another state seeking assistance
7 through the family independence program, food assistance program,
8 state disability assistance program, or medical assistance program
9 are not receiving benefits from any other state.

10 (2) The department shall require caseworkers to confirm the
11 address provided by any individual seeking family independence
12 program benefits or state disability assistance benefits.

13 (3) The department shall prohibit individuals with property
14 assets assessed at a value higher than \$250,000.00 from accessing
15 assistance through department-administered programs, unless such a
16 prohibition would violate federal rules and guidelines.

17 (4) The department shall require caseworkers to obtain an up-
18 to-date telephone number during the eligibility determination or
19 redetermination process for individuals seeking medical assistance
20 benefits. On a monthly basis, the department shall provide the
21 department of community health an updated list of telephone numbers
22 for medical assistance recipients.

23 Sec. 687. (1) The department shall on a quarterly basis by
24 February 1, May 1, August 1, and November 1 compile and make
25 available on its website all of the following information about the
26 family independence program, state disability assistance, the food
27 assistance program, Medicaid, and state emergency relief:

1 (a) The number of applications received.

2 (b) The number of applications approved.

3 (c) The number of applications denied.

4 (d) The number of applications pending and neither approved
5 nor denied.

6 (e) The number of cases closed.

7 (2) The information provided under subsection (1) shall be
8 compiled and made available for the state as a whole and for each
9 county and reported separately for each program listed in
10 subsection (1).

11 (3) The department shall on a quarterly basis by February 1,
12 May 1, August 1, and November 1 compile and make available on its
13 website the family independence program information listed as
14 follows:

15 (a) The number of new applicants who successfully met the
16 requirements of the 21-day assessment period for partnership
17 accountability training hope.

18 (b) The number of new applicants who did not meet the
19 requirements of the 21-day assessment period for partnership
20 accountability training hope.

21 (c) The number of cases sanctioned because of the school
22 truancy policy.

23 (d) The number of cases closed because of the 48-month and 60-
24 month lifetime limits.

25 (e) The number of first-, second-, and third-time sanctions.

26 (f) The number of children ages 0-5 living in FIP-sanctioned
27 households.

1 (4) The department shall notify the state budget office, the
2 senate and house appropriations subcommittees on the department
3 budget, the senate and house fiscal agencies, and the senate and
4 house policy offices when the reports required in this section are
5 made available on the department's website.

6 Sec. 695. From the funds appropriated in part 1 for
7 multicultural integration funding, the department shall allocate
8 \$500,000.00 to the Jewish federation of metropolitan Detroit. Funds
9 appropriated shall be used to assist low-income individuals achieve
10 self-sufficiency.

11 Sec. 696. From the funds appropriated in part 1, the
12 department shall allocate \$1,000,000.00 to the Chaldean community
13 foundation. This money shall be utilized to provide translation
14 services, health care services, youth tutoring and mentoring
15 programs, and refugee resettlement services.

16 **JUVENILE JUSTICE SERVICES**

17 Sec. 706. Counties shall be subject to 50% chargeback for the
18 use of alternative regional detention services, if those detention
19 services do not fall under the basic provision of section 117e of
20 the social welfare act, 1939 PA 280, MCL 400.117e, or if a county
21 operates those detention services programs primarily with
22 professional rather than volunteer staff.

23 Sec. 707. In order to be reimbursed for child care fund
24 expenditures, counties are required to submit department-developed
25 reports to enable the department to document potential federally
26 claimable expenditures. This requirement is in accordance with the

1 reporting requirements specified in section 117a(7) of the social
2 welfare act, 1939 PA 280, MCL 400.117a.

3 Sec. 708. (1) As a condition of receiving funds appropriated
4 in part 1 for the child care fund line item, by December 15 of the
5 current fiscal year, counties shall have an approved service
6 spending plan for the current fiscal year. Counties must submit the
7 service spending plan to the department by October 1 of the current
8 fiscal year for approval. The department shall approve within 30
9 calendar days after receipt a properly completed service plan that
10 complies with the requirements of the social welfare act, 1939 PA
11 280, MCL 400.1 to 400.119b, and shall notify a county within 30
12 days after approval that its service plan was approved.

13 (2) The department shall submit a report to the house and
14 senate appropriations subcommittees on the department budget, the
15 house and senate fiscal agencies, and the house and senate policy
16 offices by February 15 of the current fiscal year on the number of
17 counties that fail to submit a service spending plan by October 1
18 and the number of service spending plans not approved by December
19 15.

20 Sec. 711. Unless already provided in the previous fiscal year,
21 the department shall submit the behavioral health study of juvenile
22 justice facilities operated or contracted for by the state not
23 later than June 30 of the current fiscal year to the senate and
24 house appropriations subcommittees on human services, the senate
25 and house fiscal agencies and policy offices, and the state budget
26 director.

27 Sec. 719. The department shall notify the legislature at least

1 30 days before closing or making any change in the status,
2 including the licensed bed capacity and operating bed capacity, of
3 a state juvenile justice facility.

4 Sec. 721. If the demand for placements at state-operated
5 juvenile justice residential facilities exceeds capacity, the
6 department shall not increase the available occupancy or services
7 at the facilities, and shall post a request for proposals for a
8 contract with not less than 1 private provider of residential
9 services for juvenile justice youth to be a residential facility of
10 last resort.

11 Sec. 722. The department shall ensure that staff employed at
12 the state juvenile justice facility closed in the current fiscal
13 year are given priority for staff positions that they are qualified
14 to fulfill.

15 Sec. 723. The department, in conjunction with the department
16 of technology, management, and budget, may repurpose the W.J. Maxey
17 Training School for another purpose.

18 **LOCAL OFFICE SERVICES**

19 Sec. 750. The department shall maintain out-stationed
20 eligibility specialists in community-based organizations, community
21 mental health agencies, nursing homes, and hospitals unless a
22 community-based organization, community mental health agency,
23 nursing home, or hospital requests that the program be discontinued
24 at its facility.

25 **CHILD SUPPORT ENFORCEMENT**

1 Sec. 901. (1) The appropriations in part 1 assume a total
2 federal child support incentive payment of \$26,500,000.00.

3 (2) From the federal money received for child support
4 incentive payments, \$12,000,000.00 shall be retained by the state
5 and expended for child support program expenses.

6 (3) From the federal money received for child support
7 incentive payments, \$14,500,000.00 shall be paid to the counties
8 based on each county's performance level for each of the federal
9 performance measures as established in 45 CFR 305.2.

10 (4) If the child support incentive payment to the state from
11 the federal government is greater than \$26,500,000.00, then 100% of
12 the excess shall be retained by the state and is appropriated until
13 the total retained by the state reaches \$15,397,400.00.

14 (5) If the child support incentive payment to the state from
15 the federal government is greater than the amount needed to satisfy
16 the provisions identified in subsections (1), (2), (3), and (4),
17 the additional funds shall be subject to appropriation by the
18 legislature.

19 (6) If the child support incentive payment to the state from
20 the federal government is less than \$26,500,000.00, then the state
21 and county share shall each be reduced by 50% of the shortfall.

22 Sec. 909. (1) If statewide retained child support collections
23 exceed \$38,300,000.00, 75% of the amount in excess of
24 \$38,300,000.00 is appropriated to legal support contracts. This
25 excess appropriation may be distributed to eligible counties to
26 supplement and not supplant county title IV-D funding.

27 (2) Each county whose retained child support collections in

1 the current fiscal year exceed its fiscal year 2004-2005 retained
2 child support collections, excluding tax offset and financial
3 institution data match collections in both the current year and
4 fiscal year 2004-2005, shall receive its proportional share of the
5 75% excess.

6 Sec. 910. (1) If title IV-D-related child support collections
7 are escheated, the state budget director is authorized to adjust
8 the sources of financing for the funds appropriated in part 1 for
9 legal support contracts to reduce federal authorization by 66% of
10 the escheated amount and increase general fund/general purpose
11 authorization by the same amount. This budget adjustment is
12 required to offset the loss of federal revenue due to the escheated
13 amount being counted as title IV-D program income in accordance
14 with federal regulations at 45 CFR 304.50.

15 (2) The department shall notify the chairs of the house and
16 senate appropriations subcommittees on the department budget and
17 the house and senate fiscal agencies within 15 days of the
18 authorization adjustment in subsection (1).

19 **INFORMATION TECHNOLOGY**

20 Sec. 1001. The number of computers used by staff and receiving
21 technical support from the department of technology, management,
22 and budget shall not exceed the number of authorized FTEs for the
23 department. By March 1 of the current fiscal year, the department
24 shall provide a report to the house and senate appropriations
25 subcommittees on human services and the house and senate fiscal
26 agencies and policy offices on the number of devices that require a

1 monthly charge to the department of technology, management, and
2 budget, the number of owned devices, and the number of leased
3 devices.

4 **COMMUNITY ACTION AND ECONOMIC OPPORTUNITY**

5 Sec. 1105. The department shall report to the house and senate
6 appropriations subcommittees on the department budget, the house
7 and senate fiscal agencies, the house and senate policy offices,
8 and the state budget office by February 15 of the current fiscal
9 year on the number of homes, the approximate value of each home,
10 whether the home is a single-family or multifamily home, and the
11 square footage of each home weatherized through the appropriations
12 in section 104 during the preceding quarter of the calendar year.
13 The report shall also include the percentage of homes weatherized
14 during the preceding quarter of the calendar year that were reenter-
15 occupied.

16 Sec. 1106. (1) From the funds appropriated in part 1, the
17 department shall allocate \$500,000.00 to the northeast Michigan
18 community services agency, a nonprofit corporation organized under
19 the laws of this state, to support an expansion for programming for
20 K-12 students at risk for academic failure throughout the northeast
21 region of the state through its school success partnership program.

22 (2) The northeast Michigan community services agency shall
23 provide a report by March 1 of the current fiscal year to the house
24 and senate appropriations subcommittees on the department budget,
25 the house and senate fiscal agencies, and the house and senate
26 policy offices on the following outcomes and performance measures:

1 (a) How many truant children were identified and returned to
2 the classroom.

3 (b) Whether the grades of the children improved and the degree
4 to which they improved.

5 (c) Whether under the program the parent or caregiver
6 increased his or her involvement in the child's education and to
7 what degree.

8 **ONE-TIME BASIS ONLY**

9 Sec. 1201. From the funds appropriated in part 1 for
10 performance-based funding implementation, the department shall
11 allocate \$100,000.00 to the county of Kent to allow the Kent County
12 private steering consortia to contract for an independent project
13 manager who would provide guidance and technical assistance. The
14 independent project manager shall report directly to the Kent
15 County private steering consortia.

16 Sec. 1202. From the funds appropriated in part 1, the
17 department shall allocate \$300,000.00 to assist private child
18 welfare service providers meet the implementation requirements of
19 the statewide automated child welfare information system.

20

PART 2A

21

PROVISIONS CONCERNING ANTICIPATED APPROPRIATIONS

22

FOR FISCAL YEAR 2015-2016

23

GENERAL SECTIONS

24

Sec. 1301. It is the intent of the legislature to provide

1 appropriations for the fiscal year ending on September 30, 2016 for
 2 the line items listed in part 1. The fiscal year 2015-2016
 3 appropriations are anticipated to be the same as those for fiscal
 4 year 2014-2015, except that the line items will be adjusted for
 5 changes in caseload and related costs, federal fund match rates,
 6 economic factors, and available revenue. These adjustments will be
 7 determined after the January 2015 consensus revenue estimating
 8 conference.

9 ARTICLE XI

10 DEPARTMENT OF INSURANCE AND FINANCIAL SERVICES

11 PART 1

12 LINE-ITEM APPROPRIATIONS

13 Sec. 101. The amounts listed in this part are appropriated for
 14 the department of insurance and financial services, subject to the
 15 conditions set forth in part 2, for the fiscal year ending
 16 September 30, 2015, from the funds identified in this part. The
 17 following is a summary of the appropriations in this part:

18 **DEPARTMENT OF INSURANCE AND FINANCIAL SERVICES**

19 APPROPRIATION SUMMARY

20	Full-time equated unclassified positions.....	6.0	
21	Full-time equated classified positions.....	337.0	
22	GROSS APPROPRIATION.....		\$ 65,134,700
23	Interdepartmental grant revenues:		
24	Total interdepartmental grants and intradepartmental		
25	transfers		707,600

1	ADJUSTED GROSS APPROPRIATION.....	\$	64,427,100
2	Federal revenues:		
3	Total federal revenues.....		2,000,000
4	Special revenue funds:		
5	Total other state restricted revenues.....		62,427,100
6	State general fund/general purpose.....	\$	0
7	Sec. 102. DEPARTMENT SERVICES		
8	Full-time equated unclassified positions.....	6.0	
9	Full-time equated classified positions.....	41.0	
10	Unclassified salaries--6.0 FTE positions.....	\$	717,500
11	Executive director programs--4.0 FTE positions.....		956,200
12	Department services--37.0 FTE positions.....		8,241,900
13	Property management.....		628,100
14	Rent.....		258,800
15	Worker's compensation.....		6,200
16	Administrative hearings.....		<u>182,500</u>
17	GROSS APPROPRIATION.....	\$	10,991,200
18	Appropriated from:		
19	Special revenue funds:		
20	Bank fees.....		1,424,000
21	Consumer finance fees.....		637,200
22	Credit union fees.....		1,168,000
23	Deferred presentment service transaction fees.....		502,700
24	Insurance bureau fund.....		3,583,800
25	Insurance continuing education fees.....		224,000
26	Insurance licensing and regulation fees.....		2,754,900
27	MBLSLA fund.....		696,600

1	State general fund/general purpose.....	\$	0
2	Sec. 103. INSURANCE AND FINANCIAL SERVICES		
3	REGULATION		
4	Full-time equated classified positions.....	296.0	
5	Insurance evaluation--54.0 FTE positions.....	\$	13,249,700
6	Insurance rates and forms--30.0 FTE positions.....		5,354,600
7	Financial institutions evaluation--131.0 FTE positions		18,869,800
8	Regulatory compliance, market conduct, and licensing--		
9	58.0 FTE positions		10,355,900
10	Consumer services and protection--23.0 FTE positions .		<u>4,045,800</u>
11	GROSS APPROPRIATION.....	\$	51,875,800
12	Appropriated from:		
13	Interdepartmental grant revenues:		
14	IDG - LARA, for debt management.....		707,600
15	Federal revenues:		
16	Federal revenues.....		2,000,000
17	Special revenue funds:		
18	Bank fees.....		6,754,700
19	Captive insurance regulatory and supervision fund....		279,400
20	Consumer finance fees.....		4,149,500
21	Credit union fees.....		6,296,300
22	Deferred presentment service transaction fees.....		2,553,500
23	Insurance bureau fund.....		19,122,900
24	Insurance continuing education fees.....		890,800
25	Insurance licensing and regulation fees.....		4,892,800
26	MBLSLA fund.....		4,147,600
27	Multiple employer welfare arrangement.....		80,700

1	State general fund/general purpose	\$	0
2	Sec. 104. INFORMATION TECHNOLOGY		
3	Information technology services and projects	\$	<u>2,267,700</u>
4	GROSS APPROPRIATION.....	\$	2,267,700
5	Appropriated from:		
6	Special revenue funds:		
7	Bank fees.....		255,700
8	Consumer finance fees.....		35,600
9	Credit union fees.....		253,300
10	Deferred presentment service transaction fees.....		114,900
11	Insurance bureau fund.....		734,100
12	Insurance continuing education fees.....		11,400
13	Insurance licensing and regulation fees.....		757,900
14	MBLSLA fund.....		104,800
15	State general fund/general purpose	\$	0

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FOR FISCAL YEAR 2014-2015

GENERAL SECTIONS

Sec. 201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state resources under part 1 for fiscal year 2014-2015 is \$62,427,100.00 and state spending from state resources to be paid to local units of government for fiscal year 2014-2015 is \$0.00.

Sec. 202. The appropriations authorized under this part and

House Bill No. 5313 (H-1) as amended May 6, 2014

1 part 1 are subject to the management and budget act, 1984 PA 431,
2 MCL 18.1101 to 18.1594.

3 Sec. 203. As used in this part and part 1:

4 (a) "Department" means the department of insurance and
5 financial services.

6 (b) "Director" means the director of the department.

7 (c) "Fiscal agencies" means Michigan house fiscal agency and
8 Michigan senate fiscal agency.

9 (d) "Subcommittees" means all members of the subcommittees of
10 the house and senate appropriations committees with jurisdiction
11 over the budget for the department.

[Sec. 205. (1) For each new program or program increase for which
funds are appropriated in part 1, the department shall report the
following to the house and senate appropriations committees, the house
and senate fiscal agencies, and the state budget director:

(a) By November 1, 2014, a list of specific benchmarks intended to
measure the performance or return on taxpayer investment of the program
and its associated expenditures.

(b) By March 1, 2015, an update on the progress of the program and
the status of expenditures for the program as measured by those
benchmarks.

(2) It is the intent of the legislature that, beginning with the
budget for the fiscal year ending September 30, 2016, any proposal for a
new program or spending increase on existing programs initiated by the
executive branch or the legislature shall include, as part of the
original proposal or budget request, a specific list of benchmarks
intended to measure the performance or return on taxpayer investment of
the program or spending increase.]

12 Sec. 208. The departments and agencies receiving
13 appropriations in this part and part 1 shall use the Internet to
14 fulfill the reporting requirements of this part. This requirement
15 may include transmission of reports via electronic mail to the
16 recipients identified for each reporting requirement, or it may
17 include placement of reports on an Internet or Intranet site.

18 Sec. 209. Funds appropriated in this part and part 1 shall not
19 be used for the purchase of foreign goods or services, or both, if
20 competitively priced and of comparable quality American goods or
21 services, or both, are available. Preference shall be given to
22 goods or services, or both, manufactured or provided by Michigan
23 businesses, if they are competitively priced and of comparable
24 quality. In addition, preference shall be given to goods or
25 services, or both, that are manufactured or provided by Michigan
26 businesses owned and operated by veterans, if they are

27 competitively priced and of comparable quality.

1 Sec. 210. The director shall take all reasonable steps to
2 ensure businesses in deprived and depressed communities compete for
3 and perform contracts to provide services or supplies, or both. The
4 director shall strongly encourage firms with which the department
5 contracts to subcontract with certified businesses in depressed and
6 deprived communities for services, supplies, or both.

7 Sec. 212. The department and agencies receiving appropriations
8 in this part and part 1 shall receive and retain copies of all
9 reports funded from appropriations in this part and part 1. Federal
10 and state guidelines for short-term and long-term retention of
11 records shall be followed. The department may electronically retain
12 copies or reports unless otherwise required by federal and state
13 guidelines.

14 Sec. 215. The department shall not take disciplinary action
15 against an employee for communicating with a member of the
16 legislature or his or her staff.

17 Sec. 216. Not later than November 30, the state budget office
18 shall prepare and transmit a report that provides for estimates of
19 the total general fund/general purpose appropriation lapses at the
20 close of the prior fiscal year. This report shall summarize the
21 projected year-end general fund/general purpose appropriation
22 lapses by major departmental program or program areas. The report
23 shall be transmitted to the chairpersons of the senate and house
24 appropriations committees and the fiscal agencies.

25 Sec. 218. The departments and agencies receiving
26 appropriations in this part and part 1 shall prepare a report on
27 out-of-state travel expenses not later than January 1 of each year.

1 The travel report shall be a listing of all travel by classified
2 and unclassified employees outside this state in the immediately
3 preceding fiscal year that was funded in whole or in part with
4 funds appropriated in the department's budget. The report shall be
5 submitted to the house and senate appropriations committees, the
6 fiscal agencies, and the state budget director. The report shall
7 include the following information:

8 (a) The dates of each travel occurrence.

9 (b) The total transportation and related costs of each travel
10 occurrence, including the proportion funded with state general
11 fund/general purpose revenues, the proportion funded with state
12 restricted revenues, the proportion funded with federal revenues,
13 and the proportion funded with other revenues.

14 Sec. 219. No later than April 1, the department shall submit
15 to the subcommittees and the fiscal agencies a report pertaining to
16 the following information:

17 (a) The amount, in square footage, of office space paid for
18 with the appropriation in this part and part 1 for both state-owned
19 and leased office space, respectively, during the previous fiscal
20 year.

21 (b) The amount, in square footage, of office space actually
22 utilized by the department for both state-owned and leased office
23 space, respectively, during the previous fiscal year.

24 (c) The amount of office space the department estimates will
25 be utilized during the current and subsequent fiscal years.

26 Sec. 221. Funds appropriated in this part and part 1 shall not
27 be used by a principal executive department, state agency, or

1 authority to hire a person to provide legal services that are the
2 responsibility of the attorney general. This prohibition does not
3 apply to legal services for bonding activities and for those
4 outside services that the attorney general authorizes.

5 Sec. 223. (1) In addition to the funds appropriated in part 1,
6 there is appropriated an amount not to exceed \$1,000,000.00 for
7 federal contingency funds. These funds are not available for
8 expenditure until they have been transferred to another line item
9 in part 1 under section 393(2) of the management and budget act,
10 1984 PA 431, MCL 18.1393.

11 (2) In addition to the funds appropriated in part 1, there is
12 appropriated an amount not to exceed \$5,000,000.00 for state
13 restricted contingency funds. These funds are not available for
14 expenditure until they have been transferred to another line item
15 in part 1 under section 393(2) of the management and budget act,
16 1984 PA 431, MCL 18.1393.

17 (3) In addition to the funds appropriated in part 1, there is
18 appropriated an amount not to exceed \$200,000.00 for local
19 contingency funds. These funds are not available for expenditure
20 until they have been transferred to another line item in part 1
21 under section 393(2) of the management and budget act, 1984 PA 431,
22 MCL 18.1393.

23 (4) In addition to the funds appropriated in part 1, there is
24 appropriated an amount not to exceed \$200,000.00 for private
25 contingency funds. These funds are not available for expenditure
26 until they have been transferred to another line item in part 1
27 under section 393(2) of the management and budget act, 1984 PA 431,

1 MCL 18.1393.

2 Sec. 228. Unless prohibited by law, the department may accept
3 credit card or other electronic means of payment for licenses,
4 fees, or permits.

5 Sec. 229. The department shall maintain, on a publicly
6 accessible website, a department scorecard that identifies, tracks,
7 and regularly updates key metrics that are used to monitor and
8 improve the department's performance.

9 Sec. 231. The department shall cooperate with the department
10 of technology, management, and budget to maintain a searchable
11 website accessible by the public at no cost that includes, but is
12 not limited to, all of the following for each department or agency:

13 (a) Fiscal year-to-date expenditures by category.

14 (b) Fiscal year-to-date expenditures by appropriation unit.

15 (c) Fiscal year-to-date payments to a selected vendor,
16 including the vendor name, payment date, payment amount, and
17 payment description.

18 (d) The number of active department employees by job
19 classification.

20 (e) Job specifications and wage rates.

21 Sec. 232. The department shall not develop or produce any
22 television or radio productions.

23 Sec. 234. Within 14 days after the release of the executive
24 budget recommendation, the department shall cooperate with the
25 state budget office to provide the senate and house appropriations
26 chairs, the subcommittees chairs, and the fiscal agencies with an
27 annual report on estimated state restricted fund balances, state

1 restricted fund projected revenues, and state restricted fund
2 expenditures for the fiscal years ending September 30, 2014 and
3 September 30, 2015.

4 Sec. 235. Total authorized appropriations from all sources
5 under this part and part 1 for legacy costs for the fiscal year
6 ending September 30, 2015 is \$10,148,200.00. From this amount,
7 total agency appropriations for pension-related legacy costs are
8 estimated at \$5,627,200.00. Total agency appropriations for retiree
9 health care legacy costs are estimated at \$4,521,000.00.

10 Sec. 240. (1) It is the intent of the legislature that
11 departments and agencies receiving appropriations in this part and
12 part 1 properly account for their spending and do not use full-time
13 equated positions as placeholders for spending in other parts of
14 their budgets.

15 (2) No later than February 1, the department shall provide a
16 report to the legislature specifying the number of filled, full-
17 time equated positions in pay status within each agency receiving
18 appropriations in this part and part 1 during the immediately
19 preceding fiscal year. When reporting on the number of filled,
20 full-time equated positions in pay status, the department shall
21 provide the maximum number of filled, full-time equated positions
22 in pay status by appropriation line item in the last pay period of
23 each quarter of the immediately preceding fiscal year. The report
24 shall also include a list of all funded, full-time equated
25 positions by position title.

26 Sec. 245. The department, in conjunction with the department
27 of community health, shall establish an accounting structure within

1 the Michigan administrative information network that will allow
2 expenditures associated with the administration of the Healthy
3 Michigan plan to be identified. By October 1, 2014, the department
4 shall provide the state budget office and the fiscal agencies with
5 the relevant accounting structure and associated business objects
6 script and report that groups administrative costs.

7 **INSURANCE AND FINANCIAL SERVICES REGULATION**

8 Sec. 310. (1) No later than February 1, the department shall
9 submit a report to the subcommittees and the fiscal agencies
10 providing the following information:

11 (a) The amounts expended, by fund source, by the department to
12 support the economic development of the insurance or financial
13 industries during the preceding fiscal year.

14 (b) The number of full-time equated positions utilized by the
15 department to support the economic development of the insurance or
16 financial industries during the preceding fiscal year.

17 (c) A detailed plan for ongoing and future departmental
18 activities to support the economic development of the insurance or
19 financial industries.

20 (2) For purposes of subsection (1), "economic development"
21 includes any activities to encourage, promote, or advocate for the
22 expansion, retention, or attraction of business or nonprofit
23 entities engaged in or involved with the insurance or financial
24 industries.

25 Sec. 341. The department shall not promulgate or adopt a rule
26 more stringent than the applicable federal standard unless

1 specifically authorized by statute.

2 Sec. 391. In addition to the funds appropriated in part 1, the
3 funds collected by the department in connection with a
4 conservatorship pursuant to section 32 of the mortgage brokers,
5 lenders, and servicers licensing act, 1987 PA 173, MCL 445.1682,
6 and funds collected by the department from corporations being
7 liquidated pursuant to the insurance code of 1956, 1956 PA 218, MCL
8 500.100 to 500.8302, shall be appropriated for all expenses
9 necessary to provide for the required services. Funds are available
10 for expenditure when they are received by the department of
11 treasury and shall not lapse to the general fund at the end of the
12 fiscal year.

13 **AUTISM COVERAGE**

14 Sec. 802. (1) Each fiscal year, if expenditures are made from
15 the autism coverage fund, the department shall produce a report
16 that contains all of the following information on the autism
17 coverage reimbursement program for the fiscal year:

18 (a) The number of reimbursements for diagnosis or treatment in
19 each county.

20 (b) The average cost of a diagnosis reimbursement.

21 (c) The average cost of a treatment reimbursement.

22 (2) By October 31 following the end of the fiscal year, the
23 department shall provide the report required under subsection (1)
24 to the subcommittees, the fiscal agencies, and the state budget
25 director.

1 PART 2A
2 PROVISIONS CONCERNING ANTICIPATED APPROPRIATIONS
3 FOR FISCAL YEAR 2015-2016

4 **GENERAL SECTIONS**

5 Sec. 1201. It is the intent of the legislature to provide
6 appropriations for the fiscal year ending on September 30, 2016 for
7 the line items listed in part 1. The fiscal year 2015-2016
8 appropriations are anticipated to be the same as those for fiscal
9 year 2014-2015, except that the line items will be adjusted for
10 changes in caseload and related costs, federal fund match rates,
11 economic factors, and available revenue. These adjustments will be
12 determined after the January 2015 consensus revenue estimating
13 conference.

14 Sec. 1202. It is the intent of the legislature that the
15 department identify the amounts for normal retirement costs and
16 legacy retirement costs for the fiscal year ending on September 30,
17 2016 for the line items listed in part 1.

18 ARTICLE XII
19 JUDICIARY
20 PART 1
21 LINE-ITEM APPROPRIATIONS

22 Sec. 101. There is appropriated for the judiciary for the
23 fiscal year ending September 30, 2015, from the following funds:

24 **JUDICIARY**

1	APPROPRIATION SUMMARY		
2	Full-time equated exempted positions.....	489.0	
3	GROSS APPROPRIATION.....		\$ 289,483,100
4	Interdepartmental grant revenues:		
5	Total interdepartmental grants and intradepartmental		
6	transfers		2,364,400
7	ADJUSTED GROSS APPROPRIATION.....		\$ 287,118,700
8	Federal revenues:		
9	Total federal revenues.....		6,437,400
10	Special revenue funds:		
11	Total local revenues.....		7,241,100
12	Total private revenues.....		944,800
13	Total other state restricted revenues.....		84,252,500
14	State general fund/general purpose.....		\$ 188,242,900
15	Sec. 102. SUPREME COURT		
16	Full-time equated exempted positions.....	247.0	
17	Supreme court administration--92.0 FTE positions		\$ 13,371,800
18	Judicial institute--13.0 FTE positions.....		2,166,300
19	State court administrative office--62.0 FTE positions		11,998,900
20	Judicial information systems--22.0 FTE positions		3,072,200
21	Direct trial court automation support--44.0 FTE		
22	positions		7,241,100
23	Foster care review board--10.0 FTE positions		1,290,800
24	Community dispute resolution--3.0 FTE positions		2,368,400
25	Other federal grants.....		275,100
26	Drug treatment courts.....		10,958,000
27	Mental health courts and diversion services--1.0 FTE		

1	position	5,834,800
2	Veterans courts.....	500,000
3	Community court pilot project.....	20,000
4	Swift and sure sanctions program.....	6,000,000
5	Next generation Michigan court system.....	<u>4,125,000</u>
6	GROSS APPROPRIATION.....	\$ 69,222,400
7	Appropriated from:	
8	Interdepartmental grant revenues:	
9	IDG from department of state police.....	1,500,000
10	IDG from department of corrections.....	50,000
11	IDG from state police - Michigan justice training fund	339,700
12	Federal revenues:	
13	DOJ, victims assistance programs.....	56,500
14	DOJ, drug court training and evaluation.....	300,000
15	DOT, national highway traffic safety administration..	2,204,300
16	HHS, access and visitation grant.....	613,500
17	HHS, children's justice grant.....	229,900
18	HHS, court improvement project.....	1,293,300
19	HHS, title IV-D child support program.....	1,012,000
20	HHS, title IV-E foster care program.....	387,300
21	Other federal grant revenues.....	275,100
22	Special revenue funds:	
23	Local - user fees.....	7,241,100
24	Private.....	188,500
25	Private - interest on lawyers trust accounts.....	259,200
26	Private - state justice institute.....	414,300
27	Community dispute resolution fund.....	2,368,400

1	Court of appeals filing/motion fees		1,641,800
2	Law exam fees		641,100
3	Drug court fund		1,920,500
4	Miscellaneous revenue		271,300
5	Justice system fund		568,100
6	State court fund		378,000
7	State general fund/general purpose	\$	45,068,500
8	Sec. 103. COURT OF APPEALS		
9	Full-time equated exempted positions	175.0	
10	Court of appeals operations--175.0 FTE positions	\$	<u>22,708,200</u>
11	GROSS APPROPRIATION	\$	22,708,200
12	Appropriated from:		
13	State general fund/general purpose	\$	22,708,200
14	Sec. 104. BRANCHWIDE APPROPRIATIONS		
15	Full-time equated exempted positions	4.0	
16	Branchwide appropriations--4.0 FTE positions	\$	<u>8,772,700</u>
17	GROSS APPROPRIATION	\$	8,772,700
18	Appropriated from:		
19	State general fund/general purpose	\$	8,772,700
20	Sec. 105. JUSTICES' AND JUDGES' COMPENSATION		
21	Full-time judges positions	600.0	
22	Supreme court justices' salaries--7.0 justices	\$	1,152,300
23	Court of appeals judges' salaries--27.0 judges		4,126,700
24	District court judges' state base salaries--245.0		
25	judges		22,743,700
26	District court judicial salary standardization		11,236,700
27	Probate court judges' state base salaries--103.0		

1	judges	9,627,900
2	Probate court judicial salary standardization.....	4,669,600
3	Circuit court judges' state base salaries--218.0	
4	judges	20,534,600
5	Circuit court judicial salary standardization.....	9,967,900
6	Judges' retirement system defined contributions.....	4,361,800
7	OASI, social security.....	<u>5,620,700</u>
8	GROSS APPROPRIATION.....	\$ 94,041,900
9	Appropriated from:	
10	Special revenue funds:	
11	Court fee fund.....	2,988,100
12	State general fund/general purpose.....	\$ 91,053,800
13	Sec. 106. JUDICIAL AGENCIES	
14	Full-time equated exempted positions..... 7.0	
15	Judicial tenure commission--7.0 FTE positions.....	\$ <u>1,120,700</u>
16	GROSS APPROPRIATION.....	\$ 1,120,700
17	Appropriated from:	
18	State general fund/general purpose.....	\$ 1,120,700
19	Sec. 107. INDIGENT DEFENSE - CRIMINAL	
20	Full-time equated exempted positions..... 55.0	
21	Appellate public defender program--44.0 FTE positions	\$ 6,816,500
22	Appellate assigned counsel administration--7.0 FTE	
23	positions	1,063,600
24	Michigan indigent defense commission--4.0 FTE	
25	positions	<u>1,000,000</u>
26	GROSS APPROPRIATION.....	\$ 8,880,100
27	Appropriated from:	

1	Interdepartmental grant revenues:	
2	IDG from state police - Michigan justice training fund	474,700
3	Federal revenues:	
4	Other federal grant revenues.....	65,500
5	Special revenue funds:	
6	Private - interest on lawyers trust accounts.....	82,800
7	Miscellaneous revenue.....	133,200
8	State general fund/general purpose.....	\$ 8,123,900
9	Sec. 108. INDIGENT CIVIL LEGAL ASSISTANCE	
10	Indigent civil legal assistance.....	\$ <u>7,937,000</u>
11	GROSS APPROPRIATION.....	\$ 7,937,000
12	Appropriated from:	
13	Special revenue funds:	
14	State court fund.....	7,937,000
15	State general fund/general purpose.....	\$ 0
16	Sec. 109. TRIAL COURT OPERATIONS	
17	Court equity fund reimbursements.....	\$ 60,835,100
18	Judicial technology improvement fund.....	4,815,000
19	Drug case-flow program.....	250,000
20	Drunk driving case-flow program.....	3,300,000
21	Juror compensation reimbursement.....	<u>6,600,000</u>
22	GROSS APPROPRIATION.....	\$ 75,800,100
23	Appropriated from:	
24	Special revenue funds:	
25	Court equity fund.....	50,440,000
26	Judicial technology improvement fund.....	4,815,000
27	Drug fund.....	250,000

1	Drunk driving fund.....		3,300,000
2	Juror compensation fund.....		6,600,000
3	State general fund/general purpose.....	\$	10,395,100
4	Sec. 110. ONE-TIME APPROPRIATIONS		
5	Full-time equated exempted positions.....	1.0	
6	Trial court innovation fund--1.0 FTE position.....	\$	<u>1,000,000</u>
7	GROSS APPROPRIATION.....	\$	1,000,000
8	Appropriated from:		
9	State general fund/general purpose.....	\$	1,000,000

10 PART 2
 11 PROVISIONS CONCERNING APPROPRIATIONS
 12 FOR FISCAL YEAR 2014-2015

13 GENERAL SECTIONS

14 Sec. 201. Pursuant to section 30 of article IX of the state
 15 constitution of 1963, total state spending from state resources
 16 under part 1 for fiscal year 2014-2015 is \$272,495,400.00 and state
 17 spending from state resources to be paid to local units of
 18 government for fiscal year 2014-2015 is \$140,231,200.00. The
 19 itemized statement below identifies appropriations from which
 20 spending to local units of government will occur:

21 JUDICIARY

22 SUPREME COURT

23	State court administrative office.....	\$	162,500
24	Drug treatment courts.....		10,658,000
25	Mental health courts and diversion services.....		5,722,800

1	Veterans courts.....		500,000
2	Swift and sure sanctions program.....		5,900,000
3	Next generation Michigan court system.....		4,125,000
4	TRIAL COURT OPERATIONS		
5	Court equity fund reimbursements.....	\$	60,835,100
6	Judicial technology improvement fund.....		4,815,000
7	Trial court innovation fund.....		900,000
8	Drunk driving case-flow program.....		3,300,000
9	Drug case-flow program.....		250,000
10	Juror compensation reimbursement.....		6,600,000
11	JUSTICES' AND JUDGES' COMPENSATION		
12	District court judicial salary standardization.....	\$	11,236,700
13	Probate court judges' state base salaries.....		9,627,900
14	Probate court judicial salary standardization.....		4,669,600
15	Circuit court judicial salary standardization.....		9,967,900
16	Grant to OASI contribution fund, employers share,		
17	social security		<u>960,700</u>
18	TOTAL.....	\$	140,231,200

19 Sec. 202. (1) The appropriations authorized in this part and
20 part 1 are subject to the management and budget act, 1984 PA 431,
21 MCL 18.1101 to 18.1594.

22 (2) Funds appropriated in part 1 to an entity within the
23 judicial branch shall not be expended or transferred to another
24 account without written approval of the authorized agent of the
25 judicial entity. If the authorized agent of the judicial entity
26 notifies the state budget director of its approval of an
27 expenditure or transfer, the state budget director shall

1 immediately make the expenditure or transfer. The authorized
2 judicial entity agent shall be designated by the chief justice of
3 the supreme court.

4 Sec. 203. As used in this part and part 1:

5 (a) "DOJ" means the United States department of justice.

6 (b) "DOT" means the United States department of
7 transportation.

8 (c) "FTE" means full-time equated.

9 (d) "HHS" means the United States department of health and
10 human services.

11 (e) "IDG" means interdepartmental grant.

12 (f) "OASI" means old age survivor's insurance.

13 Sec. 204. The judicial branch shall not take disciplinary
14 action against an employee for communicating with a member of the
15 legislature or his or her staff.

16 Sec. 208. The reporting requirements of this part shall be
17 completed with the approval of, and at the direction of, the
18 supreme court, except as otherwise provided in this part. The
19 judicial branch shall use the Internet to fulfill the reporting
20 requirements of this part. This may include transmission of reports
21 via electronic mail to the recipients identified for each reporting
22 requirement, or it may include placement of reports on an Internet
23 or Intranet site.

24 Sec. 212. The judicial branch shall receive and retain copies
25 of all reports funded from appropriations in part 1. Federal and
26 state guidelines for short-term and long-term retention of records
27 shall be followed. The judicial branch may electronically retain

1 copies of reports unless otherwise required by federal and state
2 guidelines.

3 Sec. 214. Funds appropriated in part 1 shall not be used for
4 the purchase of foreign goods or services, or both, if
5 competitively priced and of comparable quality American goods or
6 services, or both, are available. Preference shall be given to
7 goods or services, or both, manufactured or provided by Michigan
8 businesses, if they are competitively priced and of comparable
9 quality. In addition, preference shall be given to goods or
10 services, or both, that are manufactured or provided by Michigan
11 businesses owned and operated by veterans, if they are
12 competitively priced and of comparable quality.

13 Sec. 215. Not later than January 1 of each year, the state
14 court administrative office shall prepare a report on out-of-state
15 travel listing all travel by judicial branch employees outside this
16 state in the immediately preceding fiscal year that was funded in
17 whole or in part with funds appropriated in the budget for the
18 judicial branch. The report shall be submitted to the senate and
19 house of representatives standing committees on appropriations, the
20 senate and house fiscal agencies, and the state budget director.
21 The report shall include the following information:

22 (a) The dates of each travel occurrence.

23 (b) The total transportation and related costs of each travel
24 occurrence, including the proportion funded with state general
25 fund/general purpose revenues, the proportion funded with state
26 restricted revenues, the proportion funded with federal revenues,
27 and the proportion funded with other revenues.

1 Sec. 219. Not later than November 30, the state budget office
2 shall prepare and transmit a report that provides for estimates of
3 the total general fund/general purpose appropriation lapses at the
4 close of the prior fiscal year. This report shall summarize the
5 projected year-end general fund/general purpose appropriation
6 lapses by major program or program areas. The report shall be
7 transmitted to the chairpersons of the senate and house
8 appropriations committees and the senate and house fiscal agencies.

9 Sec. 221. From the funds appropriated in part 1, the judicial
10 branch shall develop, post, and maintain, on a user-friendly and
11 publicly accessible Internet site, all expenditures made by the
12 judicial branch within a fiscal year. The posting shall include the
13 purpose for which each expenditure is made. The judicial branch
14 shall not provide financial information on its website under this
15 section if doing so would violate a federal or state law, rule,
16 regulation, or guideline that establishes privacy or security
17 standards applicable to that financial information.

18 Sec. 222. Within 14 days after the release of the executive
19 budget recommendation, the judicial branch shall cooperate with the
20 state budget office to provide the chairs of the senate and house
21 appropriations committees, the chairs of the senate and house
22 appropriations subcommittee on judiciary, and the senate and house
23 fiscal agencies with an annual report on estimated state restricted
24 fund balances, state restricted fund projected revenues, and state
25 restricted fund expenditures for the fiscal years ending September
26 30, 2014 and September 30, 2015.

27 Sec. 223. The judiciary shall maintain, on a publicly

House Bill No. 5313 (H-1) as amended May 6, 2014

1 accessible website, a scorecard that identifies, tracks, and
 2 regularly updates key metrics that are used to monitor and improve
 3 the judiciary's performance.

4 Sec. 224. Total authorized appropriations from all sources
 5 under part 1 for legacy costs for the fiscal year ending September
 6 30, 2015 are \$14,307,500.00. From this amount, total judiciary
 7 appropriations for pension-related legacy costs are estimated at
 8 \$7,996,600.00. Total judiciary appropriations for retiree health
 9 care legacy costs are estimated at \$6,310,900.00.

[Sec. 225. (1) For each new program or program increase for which funds are appropriated in part 1, the judiciary shall report the following to the house and senate appropriations committees, the house and senate fiscal agencies, and the state budget director:

(a) By November 1, 2014, a list of specific benchmarks intended to measure the performance or return on taxpayer investment of the program and its associated expenditures.

(b) By March 1, 2015, an update on the progress of the program and the status of expenditures for the program as measured by those benchmarks.

(2) It is the intent of the legislature that, beginning with the budget for the fiscal year ending September 30, 2016, any proposal for a new program or spending increase on existing programs initiated by the executive branch or the legislature shall include, as part of the original proposal or budget request, a specific list of benchmarks intended to measure the performance or return on taxpayer investment of the program or spending increase.]

10 JUDICIAL BRANCH

11 Sec. 301. Pursuant to the appropriations in part 1, the direct
 12 trial court automation support program of the state court
 13 administrative office shall recover direct and overhead costs from
 14 trial courts by charging for services rendered. The fee shall cover
 15 the actual costs incurred to the direct trial court automation
 16 support program in providing the service, including development of
 17 future versions of case management systems.

18 Sec. 302. Funds appropriated within the judicial branch shall
 19 not be expended by any component within the judicial branch without
 20 the approval of the supreme court.

21 Sec. 303. Of the amount appropriated in part 1 for the
 22 judicial branch, \$511,900.00 is allocated for circuit court
 23 reimbursement under section 3 of 1978 PA 16, MCL 800.453, and for
 24 costs associated with the court of claims.

25 Sec. 306. The supreme court and the state court administrative
 26 office shall continue to maintain, as a priority, the assisting of

1 local trial courts in improving the collection of judgments.

2 Sec. 307. From the funds appropriated in part 1 for mental
3 health courts and diversion services, \$1,730,000.00 is intended to
4 address the recommendations of the mental health diversion council.

5 Sec. 308. If sufficient funds are not available from the court
6 fee fund to pay judges' compensation, the difference between the
7 appropriated amount from that fund for judges' compensation and the
8 actual amount available after the amount appropriated for trial
9 court reimbursement is made shall be appropriated from the state
10 general fund for judges' compensation.

11 Sec. 309. By April 1, the state court administrative office
12 shall provide an update on the status of the mental health courts
13 to the state budget director, the senate and house appropriations
14 subcommittees on the judiciary, and the senate and house fiscal
15 agencies.

16 Sec. 310. From the funds appropriated in part 1 for drug
17 treatment court programs, with the approval of and at the
18 discretion of the supreme court, the state court administrative
19 office shall evaluate and collect data on the performance of drug
20 treatment court programs. The state court administrative office
21 shall provide an annual review of the performance of drug courts as
22 prescribed in section 1078(6) of the revised judicature act of
23 1961, 1961 PA 236, MCL 600.1078. Both of the following apply to
24 that annual review:

25 (a) It shall include measures of the impact of drug court
26 programs in changing offender criminal involvement (recidivism) and
27 substance abuse and in reducing prison admissions.

1 (b) It shall be completed no later than April 1 of each year
2 and shall also be provided to the senate and house appropriations
3 subcommittees on the judiciary, the senate and house fiscal
4 agencies, and the state budget director.

5 Sec. 311. (1) The funds appropriated in part 1 for drug
6 treatment courts shall be administered by the state court
7 administrative office to operate drug treatment court programs. A
8 drug treatment court shall be responsible for handling cases
9 involving substance abusing nonviolent offenders through
10 comprehensive supervision, testing, treatment services, and
11 immediate sanctions and incentives. A drug treatment court shall
12 use all available county and state personnel involved in the
13 disposition of cases including, but not limited to, parole and
14 probation agents, prosecuting attorneys, defense attorneys, and
15 community corrections providers. The funds may be used in
16 connection with other federal, state, and local funding sources.

17 (2) From the funds appropriated in part 1, the chief justice
18 shall allocate sufficient funds for the judicial institute to
19 provide in-state training for those identified in subsection (1),
20 including training for new drug treatment court judges.

21 (3) For drug treatment court grants, consideration for
22 priority may be given to those courts where higher instances of
23 substance abuse cases are filed.

24 (4) The judiciary shall receive \$1,500,000.00 in Byrne formula
25 grant funding as an interdepartmental grant from the department of
26 state police to be used for expansion of drug treatment courts, to
27 assist in avoiding prison bed space growth for nonviolent offenders

1 in collaboration with the department of corrections.

2 Sec. 312. From the funds appropriated in part 1, the state
3 court administrator shall produce a statistical report regarding
4 the implementation of the parental rights restoration act, 1990 PA
5 211, MCL 722.901 to 722.908, as it pertains to minors seeking a
6 court-issued waiver of parental consent. In accordance with section
7 208, the state court administrative office shall report the total
8 number of petitions filed and the total number of petitions granted
9 under that act.

10 Sec. 317. Funds appropriated in part 1 shall not be used for
11 the permanent assignment of state-owned vehicles to justices or
12 judges or any other judicial branch employee. This section does not
13 preclude the use of state-owned motor pool vehicles for state
14 business in accordance with approved guidelines.

15 Sec. 318. The funds appropriated in part 1 for the community
16 court pilot project shall be used for the purposes of administering
17 a pilot program of neighborhood-focused community courts. The state
18 court administrative office shall work collaboratively with the
19 designated courts when establishing the community courts.

20 Sec. 320. (1) From the funds appropriated in part 1 for the
21 swift and sure sanctions program, the state court administrative
22 office shall administer a program to distribute grants to
23 qualifying courts in accordance with the objectives and
24 requirements of the probation swift and sure sanctions act, chapter
25 XIA of the code of criminal procedure, 1927 PA 175, MCL 771A.1 to
26 771A.8. Of the \$6,000,000.00 designated for the program, not more
27 than \$100,000.00 shall be available to the state court

1 administrative office to pay for employee costs associated with the
2 administration of the program funds. Courts interested in
3 participating in the swift and sure sanctions program may apply to
4 the state court administrative office for a portion of the funds
5 appropriated in part 1 under this section.

6 (2) By April 1, the state court administrative office shall
7 provide a report on the courts that receive funding under the swift
8 and sure sanctions program to the state budget director, the senate
9 and house appropriations subcommittees on the judiciary, and the
10 senate and house fiscal agencies. The report shall include all of
11 the following:

12 (a) The number of offenders who participate in the program.

13 (b) The criminal history of offenders who participate in the
14 program.

15 (c) The recidivism rate of offenders who participate in the
16 program, including the rate of return to jail, prison, or both.

17 (d) A detailed description of the establishment and parameters
18 of the program.

19 (3) As used in this section, "program" means the swift and
20 sure sanctions program.

21 Sec. 321. It is the intent of the legislature that the
22 judicial branch support a statewide legal self-help Internet
23 website and local nonprofit self-help centers that use the
24 statewide website to provide assistance to individuals representing
25 themselves in civil legal proceedings. The state court
26 administrative office shall summarize the costs of maintaining the
27 website, provide statistics on the number of people visiting the

1 website, and provide information on content usage, form completion,
2 and user feedback. By March 1, the state court administrative
3 office shall report this information for the preceding fiscal year
4 to the senate and house appropriations subcommittees on judiciary,
5 the senate and house fiscal agencies, and the state budget
6 director.

7 Sec. 322. If Byrne formula grant funding is awarded to the
8 state appellate defender, the state appellate defender office may
9 receive and expend Byrne formula grant funds in an amount not
10 exceeding \$250,000.00 as an interdepartmental grant from the
11 department of state police. If the appellate defender appointed
12 under section 3 of the appellate defender act, 1978 PA 620, MCL
13 780.713, receives federal grant funding from the department of
14 justice in excess of the amount appropriated in part 1, the office
15 of appellate defender may receive and expend grant funds in an
16 amount not exceeding \$300,000.00 as other federal grants.

17 Sec. 323. The state court administrative office shall provide
18 courts with a quarterly listing of out-of-state placements of
19 juveniles by each court. The state court administrative office
20 shall also provide each judge who hears juvenile matters with the
21 annual listing of per diem costs of the public and private
22 residential care facilities located or doing business in this
23 state, and the recidivism data for each facility, if available, as
24 provided by the department of human services. The courts shall
25 acknowledge receipt of this information.

House Bill No. 5313 (H-1) as amended May 6, 2014

ARTICLE XIII

DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS

PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. The amounts listed in this part are appropriated for the department of licensing and regulatory affairs, subject to the conditions set forth in part 2, for the fiscal year ending September 30, 2015, from the funds identified in this part. The following is a summary of the appropriations in this part:

DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS

APPROPRIATION SUMMARY

Full-time equated unclassified positions..... 57.5

Full-time equated classified positions..... 2,921.0

GROSS APPROPRIATION..... \$ [527,988,300]

Interdepartmental grant revenues:

Total interdepartmental grants and intradepartmental

transfers 14,509,800

ADJUSTED GROSS APPROPRIATION..... \$ 512,478,500

Federal revenues:

Total federal revenues..... 200,624,800

Special revenue funds:

Total local revenues..... 656,500

Total private revenues..... 1,811,800

Total other state restricted revenues..... [288,168,200]

State general fund/general purpose..... \$ 22,217,200

Sec. 102. DEPARTMENTAL ADMINISTRATION

Full-time equated unclassified positions..... 57.5

1	Full-time equated classified positions.....	124.0	
2	Unclassified salaries--57.5 FTE positions.....		\$ 4,768,700
3	Executive director programs--33.0 FTE positions.....		4,638,400
4	Administrative services--87.0 FTE positions.....		8,973,000
5	Office of regulatory reinvention--4.0 FTE positions..		484,700
6	Property management.....		10,328,300
7	Rent.....		7,868,600
8	Worker's compensation.....		<u>662,500</u>
9	GROSS APPROPRIATION.....		\$ 37,724,200
10	Appropriated from:		
11	Interdepartmental grant revenues:		
12	IDG - DIFS, accounting services.....		150,000
13	Federal revenues:		
14	DOL, multiple grants for safety and health.....		880,400
15	DOL-ETA, unemployment insurance.....		10,968,100
16	Federal revenues.....		849,700
17	Title XVIII Medicare.....		451,300
18	Title XIX Medicaid.....		21,700
19	Title XIX Medicaid, facility certification fees.....		272,000
20	Special revenue funds:		
21	Local revenues.....		127,500
22	Aboveground storage tank fees.....		71,100
23	Accountancy enforcement fund.....		25,000
24	Boiler inspection fund.....		255,000
25	Builder enforcement fund.....		56,900
26	Construction code fund.....		1,007,700
27	Contingent fund, penalty and interest account.....		39,900

1	Corporation fees.....	4,105,300
2	Elevator fees.....	275,800
3	Fees and collections/asbestos.....	89,200
4	Fire service fees.....	513,700
5	Fireworks safety fund.....	9,700
6	Health professions regulatory fund.....	1,524,500
7	Health systems fees.....	159,600
8	Licensing and regulation fund.....	1,094,900
9	Liquor license revenue.....	260,000
10	Liquor purchase revolving fund.....	4,069,100
11	Michigan medical marihuana fund.....	270,100
12	Mobile home code fund.....	343,700
13	Motor carrier fees.....	220,400
14	Private occupational school license fees.....	39,000
15	Public utility assessments.....	2,409,800
16	Radiological health fees.....	107,700
17	Safety education and training fund.....	843,700
18	Second injury fund.....	272,200
19	Securities fees.....	3,563,400
20	Self-insurers security fund.....	101,800
21	Silicosis and dust disease fund.....	118,900
22	Survey and remonumentation fund.....	53,000
23	Tax tribunal fund.....	1,056,700
24	Underground storage tank fees.....	68,000
25	Video franchise assessments.....	4,000
26	Worker's compensation administrative revolving fund..	100,000
27	State general fund/general purpose.....	\$ 873,700

1	Sec. 103. PUBLIC SERVICE COMMISSION		
2	Full-time equated classified positions.....	193.0	
3	Public service commission--190.0 FTE positions.....		\$ 30,130,500
4	METRO authority--3.0 FTE positions.....		<u>383,600</u>
5	GROSS APPROPRIATION.....		\$ 30,514,100
6	Appropriated from:		
7	Federal revenues:		
8	DOE-OEERE, multiple grants.....		56,700
9	DOT, gas pipeline safety.....		1,234,500
10	Special revenue funds:		
11	Motor carrier fees.....		2,529,500
12	Public utility assessments.....		25,730,400
13	Restructuring mechanism assessments.....		553,800
14	Video franchise assessments.....		409,200
15	State general fund/general purpose.....		\$ 0
16	Sec. 104. LIQUOR CONTROL COMMISSION		
17	Full-time equated classified positions.....	152.0	
18	Management support services--28.0 FTE positions.....		\$ 4,378,800
19	Liquor licensing and enforcement--124.0 FTE positions		<u>15,122,600</u>
20	GROSS APPROPRIATION.....		\$ 19,501,400
21	Appropriated from:		
22	Special revenue funds:		
23	Direct shipper enforcement revolving fund.....		124,800
24	Liquor license revenue.....		7,820,000
25	Liquor purchase revolving fund.....		11,556,600
26	State general fund/general purpose.....		\$ 0
27	Sec. 105. OCCUPATIONAL REGULATION		

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1	Full-time equated classified positions.....	852.6	
2	Boiler inspection program--23.0 FTE positions		\$ 3,277,500
3	[Bureau of fire services--97.0 FTE positions		12,019,600]
4	Bureau of construction codes--104.7 FTE positions		10,141,300
5	Corporations, securities, and commercial licensing		
6	bureau--192.0 FTE positions		26,864,900
7	Elevator inspection program--32.0 FTE positions		4,358,400
8	Health professions regulation--151.0 FTE positions ...		27,702,800
9	Medical marihuana program--9.0 FTE positions		4,230,900
10	Health systems regulation--211.4 FTE positions		28,945,400
11	Background check program--5.5 FTE positions		2,624,800
12	Manufactured housing and land resources program--18.0		
13	FTE positions		2,986,200
14	Property development group--9.0 FTE positions		<u>1,839,000</u>
15	GROSS APPROPRIATION.....		\$ [124,990,800]
16	Appropriated from:		
17	Interdepartmental grant revenues:		
18	IDG - DCH, inspection contract.....		100,000
19	Federal revenues:		
20	Clinical lab improvement.....		402,500
21	DOT.....		60,000
22	Federal revenues.....		1,255,300
23	FEMA.....		28,000
24	Title XVIII Medicare.....		11,841,600
25	Title XIX Medicaid.....		719,300
26	Title XIX Medicaid, facility certification fees		8,292,400
27	Special revenue funds:		

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1	Private - civil monetary penalties.....	200,000
2	Aboveground storage tank fees.....	448,100
3	Accountancy enforcement fund.....	404,800
4	Boiler inspection fund.....	3,762,800
5	Builder enforcement fund.....	479,200
6	Construction code fund.....	8,573,700
7	Corporation fees.....	6,929,600
8	Elevator fees.....	4,788,700
9	Fire alarm fees.....	125,400
10	Fire safety standard and enforcement fund.....	40,000
11	Fire service fees.....	2,457,500
12	Fireworks safety fund.....	[519,100]
13	Health professions regulatory fund.....	23,522,500
14	Health systems fees.....	3,317,400
15	Licensing and regulation fund.....	11,408,800
16	Liquor purchase revolving fund.....	3,159,800
17	Michigan medical marihuana fund.....	4,230,900
18	Mobile home code fund.....	2,986,200
19	Nurse professional fund.....	1,939,800
20	Pain management fees.....	1,823,700
21	Private occupational school license fees.....	818,500
22	Property development fees.....	318,100
23	Real estate appraiser continuing education fund.....	63,300
24	Real estate education fund.....	341,100
25	Real estate enforcement fund.....	697,300
26	Securities fees.....	4,926,700
27	Securities investor education and training fund.....	1,000,000

1	Security business fund.....		340,100
2	Survey and remonumentation fund.....		838,500
3	Unarmed combat fund.....		137,900
4	Underground storage tank fees.....		2,523,700
5	State general fund/general purpose.....	\$	9,168,500
6	Sec. 106. MICHIGAN OCCUPATIONAL SAFETY AND HEALTH		
7	ADMINISTRATION		
8	Full-time equated classified positions.....	270.4	
9	Occupational safety and health--217.0 FTE positions ..		\$ 28,722,200
10	Wage and hour division--32.0 FTE positions		3,665,100
11	Radiological health administration--21.4 FTE positions		<u>3,443,900</u>
12	GROSS APPROPRIATION.....		\$ 35,831,200
13	Appropriated from:		
14	Federal revenues:		
15	DOL, multiple grants for safety and health.....		11,722,600
16	Mammography quality standards.....		766,400
17	Special revenue funds:		
18	Corporation fees.....		6,413,900
19	Fees and collections/asbestos.....		1,018,300
20	Radiological health fees.....		2,677,500
21	Safety education and training fund.....		9,573,900
22	Securities fees.....		3,484,400
23	State general fund/general purpose.....	\$	174,200
24	Sec. 107. EMPLOYMENT SERVICES		
25	Full-time equated classified positions.....	1,086.0	
26	Worker's compensation agency--64.0 FTE positions		\$ 7,758,100
27	Insurance funds administration--25.0 FTE positions ...		5,241,200

1	Compensation supplement fund.....	1,820,000
2	Unemployment insurance agency--792.7 FTE positions ...	90,618,900
3	Advocacy assistance program.....	1,500,000
4	Special audit and collections program--34.0 FTE	
5	positions	3,394,900
6	Training program for agency staff--2.1 FTE positions .	1,851,300
7	Expanded fraud control program--33.2 FTE positions ...	3,910,600
8	Bureau of services for blind persons--113.0 FTE	
9	positions	24,812,100
10	Employment and labor relations--22.0 FTE positions ...	<u>4,136,300</u>
11	GROSS APPROPRIATION.....	\$ 145,043,400
12	Appropriated from:	
13	Federal revenues:	
14	DOL-ETA, employment and training administration.....	842,100
15	DOL-ETA, unemployment insurance.....	94,118,900
16	Federal revenues.....	18,308,300
17	Special revenue funds:	
18	Local revenues.....	529,000
19	Private revenues.....	111,800
20	Contingent fund, penalty and interest account.....	5,314,700
21	Corporation fees.....	1,771,900
22	Michigan business enterprise fund.....	562,000
23	Second injury fund.....	2,815,800
24	Securities fees.....	5,027,900
25	Self-insurers security fund.....	1,339,600
26	Silicosis and dust disease fund.....	1,085,800
27	Special fraud control fund.....	1,000,000

1	Worker's compensation administrative revolving fund..		2,462,800
2	State general fund/general purpose.....	\$	9,752,800
3	Sec. 108. MICHIGAN ADMINISTRATIVE HEARING SYSTEM		
4	Full-time equated classified positions.....		243.0
5	Michigan administrative hearing system--215.0 FTE		
6	positions	\$	38,425,800
7	Michigan compensation appellate commission--28.0 FTE		
8	positions		<u>4,579,400</u>
9	GROSS APPROPRIATION.....	\$	43,005,200
10	Appropriated from:		
11	Interdepartmental grant revenues:		
12	IDG - administrative hearings and rules.....		14,259,800
13	Federal revenues:		
14	DOL-ETA, unemployment insurance.....		4,243,800
15	Federal revenue - administrative hearings and rules..		9,842,600
16	Special revenue funds:		
17	State restricted revenue - administrative hearings and		
18	rules		12,834,300
19	Worker's compensation administrative revolving fund..		335,600
20	State general fund/general purpose.....	\$	1,489,100
21	Sec. 109. INFORMATION TECHNOLOGY		
22	Information technology services and projects.....	\$	<u>41,795,200</u>
23	GROSS APPROPRIATION.....	\$	41,795,200
24	Appropriated from:		
25	Federal revenues:		
26	DOL, multiple grants for safety and health.....		273,700
27	DOL-ETA, unemployment insurance.....		21,542,900

1	Federal revenues.....	700,000
2	Title XVIII Medicare.....	610,000
3	Title XIX Medicaid, facility certification fees.....	320,000
4	Special revenue funds:	
5	Aboveground storage tank fees.....	24,500
6	Boiler inspection fund.....	375,800
7	Construction code fund.....	963,800
8	Corporation fees.....	4,888,300
9	Elevator fees.....	423,600
10	Fees and collections/asbestos.....	49,300
11	Fire service fees.....	293,800
12	Health professions regulatory fund.....	1,099,800
13	Health systems fees.....	225,900
14	Licensing and regulation fund.....	1,818,500
15	Liquor purchase revolving fund.....	2,843,000
16	Michigan medical marihuana fund.....	284,000
17	Mobile home code fund.....	300,500
18	Motor carrier fees.....	191,300
19	Pain management fees.....	175,300
20	Public utility assessments.....	1,554,800
21	Radiological health fees.....	140,000
22	Safety education and training fund.....	632,400
23	Second injury fund.....	162,900
24	Securities fees.....	1,026,900
25	Self-insurers security fund.....	84,800
26	Silicosis and dust disease fund.....	74,800
27	Tax tribunal fund.....	518,000

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1	Underground storage tank fees.....		131,400
2	State general fund/general purpose.....	\$	65,200
3	Sec. 110. DEPARTMENT GRANTS		
4	Fire protection grants.....	\$	9,273,900
	[Firefighter training grants.....		1,000,000
	Fireworks safety inspection grants.....		165,200]
5	Liquor law enforcement grants.....		7,200,000
6	Medical marihuana operation and oversight grants.....		3,000,000
7	Remonumentation grants.....		7,300,000
8	Private grant programs.....		1,500,000
9	Subregional libraries state aid.....		451,800
10	Utility consumer representation.....		950,000
11	Youth low-vision program.....		241,800
12	GROSS APPROPRIATION.....	\$	[31,082,700]
13	Appropriated from:		
14	Special revenue funds:		
15	Private revenues.....		1,500,000
16	Fire protection fund.....		8,500,000
	[Fireworks safety fund.....		1,165,200]
17	Liquor license revenue.....		7,200,000
18	Liquor purchase revolving fund.....		773,900
19	Michigan medical marihuana fund.....		3,000,000
20	Survey and remonumentation fund.....		7,300,000
21	Utility consumer representation fund.....		950,000
22	State general fund/general purpose.....	\$	693,600
23	Sec. 111. ONE-TIME BASIS ONLY		
24	Unemployment insurance agency - customer service.....	\$	18,000,000
25	Liquor control commission IT upgrades.....		500,000
26	Self-insurers security fund - Delphi Corp bankruptcy.....		100
27	GROSS APPROPRIATION.....	\$	18,500,100

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1 Appropriated from:

2 Special revenue funds:

3	Contingent fund, penalty and interest account	18,000,000
4	Liquor purchase revolving fund.....	500,000
5	State general fund/general purpose.....	\$ 100

6 PART 2
7 PROVISIONS CONCERNING APPROPRIATIONS
8 FOR FISCAL YEAR 2014-2015

9 **GENERAL SECTIONS**

10 Sec. 201. Pursuant to section 30 of article IX of the state
11 constitution of 1963, total state spending from state resources
12 under part 1 for fiscal year 2014-2015 is [**\$310,385,400.00**] and state
13 spending from state resources to be paid to local units of
14 government for fiscal year 2014-2015 is [**\$28,390,900.00**]. The
15 itemized statement below identifies appropriations from which
16 spending to local units of government will occur:

17 DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS

18	Fire protection grants.....	\$ 9,273,900
	[Firefighter training grants.....	1,000,000
	Fireworks safety inspection grants.....	165,200]
19	Liquor law enforcement.....	7,200,000
20	Medical marihuana operation and oversight grants	3,000,000
21	Remonumentation grants.....	7,300,000
22	Subregional libraries state aid.....	<u>451,800</u>
23	Total department of licensing and regulatory	
24	affairs	\$ [28,390,900]

25 Sec. 202. The appropriations authorized under this part and

1 part 1 are subject to the management and budget act, 1984 PA 431,
2 MCL 18.1101 to 18.1594.

3 Sec. 203. As used in this part and part 1:

4 (a) "Department" means the department of licensing and
5 regulatory affairs.

6 (b) "Director" means the director of the department.

7 (c) "DOE-OEERE" means the United States department of energy,
8 office of energy efficiency and renewable energy.

9 (d) "DOL" means the United States department of labor.

10 (e) "DOL-ETA" means the United States department of labor,
11 employment and training administration.

12 (f) "DOT" means the United States department of
13 transportation.

14 (g) "FEMA" means federal emergency management agency.

15 (h) "Fiscal agencies" means Michigan house fiscal agency and
16 Michigan senate fiscal agency.

17 (i) "FTE" means full-time equated.

18 (j) "IDG" means interdepartmental grant.

19 (k) "IT" means information technology.

20 (l) "MAHS" means Michigan administrative hearing system.

21 (m) "MARVIN" means Michigan's automated response voice
22 interactive network.

23 (n) "METRO" means the metropolitan extension
24 telecommunications rights-of-way oversight act, 2002 PA 48, MCL
25 484.3101 to 484.3120.

26 (o) "MiWAM" means Michigan web account manager.

27 (p) "Subcommittees" means all members of the subcommittees of

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1 the house and senate appropriations committees with jurisdiction
2 over the budget for the department.

[Sec. 205. (1) For each new program or program increase for which funds are appropriated in part 1, the department shall report the following to the house and senate appropriations committees, the house and senate fiscal agencies, and the state budget director:

(a) By November 1, 2014, a list of specific benchmarks intended to measure the performance or return on taxpayer investment of the program and its associated expenditures.

(b) By March 1, 2015, an update on the progress of the program and the status of expenditures for the program as measured by those benchmarks.

(2) It is the intent of the legislature that, beginning with the budget for the fiscal year ending September 30, 2016, any proposal for a new program or spending increase on existing programs initiated by the executive branch or the legislature shall include, as part of the original proposal or budget request, a specific list of benchmarks intended to measure the performance or return on taxpayer investment of the program or spending increase.]

3 Sec. 208. The departments and agencies receiving
4 appropriations in part 1 shall use the Internet to fulfill the
5 reporting requirements of this part. This requirement may include
6 transmission of reports via electronic mail to the recipients
7 identified for each reporting requirement, or it may include
8 placement of reports on an Internet or Intranet site.

9 Sec. 209. Funds appropriated in part 1 shall not be used for
10 the purchase of foreign goods or services, or both, if
11 competitively priced and of comparable quality American goods or
12 services, or both, are available. Preference shall be given to
13 goods or services, or both, manufactured or provided by Michigan
14 businesses, if they are competitively priced and of comparable
15 quality. In addition, preference shall be given to goods or
16 services, or both, that are manufactured or provided by Michigan
17 businesses owned and operated by veterans, if they are
18 competitively priced and of comparable quality.

19 Sec. 210. The director shall take all reasonable steps to
20 ensure businesses in deprived and depressed communities compete for
21 and perform contracts to provide services or supplies, or both. The
22 director shall strongly encourage firms with which the department
23 contracts to subcontract with certified businesses in deprived and
24 deprived communities for services, supplies, or both.

25 Sec. 211. The funds appropriated in part 1 for liquor control
26 commission IT upgrades are designated as work project
27 appropriations and shall not lapse at the end of the fiscal year.

1 Any unencumbered and unexpended funds shall continue to be
2 available for expenditure until the project has been completed.

3 Sec. 212. The department and agencies receiving appropriations
4 in part 1 shall receive and retain copies of all reports funded
5 from appropriations in part 1. Federal and state guidelines for
6 short-term and long-term retention of records shall be followed.
7 The department may electronically retain copies or reports unless
8 otherwise required by federal and state guidelines.

9 Sec. 215. The department shall not take disciplinary action
10 against an employee for communicating with a member of the
11 legislature or his or her staff.

12 Sec. 216. Not later than November 30, the state budget office
13 shall prepare and transmit a report that provides for estimates of
14 the total general fund/general purpose appropriation lapses at the
15 close of the prior fiscal year. This report shall summarize the
16 projected year-end general fund/general purpose appropriation
17 lapses by major departmental program or program areas. The report
18 shall be transmitted to the chairpersons of the senate and house
19 appropriations committees and the fiscal agencies.

20 Sec. 218. The departments and agencies receiving
21 appropriations in part 1 shall prepare a report on out-of-state
22 travel expenses not later than January 1 of each year. The travel
23 report shall be a listing of all travel by classified and
24 unclassified employees outside this state in the immediately
25 preceding fiscal year that was funded in whole or in part with
26 funds appropriated in the department's budget. The report shall be
27 submitted to the house and senate appropriations committee, the

1 house and senate fiscal agencies, and the state budget director.
2 The report shall include the following information:

3 (a) The dates of each travel occurrence.

4 (b) The total transportation and related costs of each travel
5 occurrence, including the proportion funded with state general
6 fund/general purpose revenues, the proportion funded with state
7 restricted revenues, the proportion funded with federal revenues,
8 and the proportion funded with other revenues.

9 Sec. 219. No later than April 1, the department shall submit
10 to the subcommittees and the fiscal agencies a report pertaining to
11 the following information:

12 (a) The amount, in square footage, of office space paid for
13 with the appropriation in part 1 for both state-owned and leased
14 office space, respectively, during the previous fiscal year.

15 (b) The amount, in square footage, of office space actually
16 utilized by the department for both state-owned and leased office
17 space, respectively, during the previous fiscal year.

18 (c) The amount of office space the department estimates will
19 be utilized during the current and subsequent fiscal years.

20 Sec. 220. The department may carry into the succeeding fiscal
21 year unexpended federal pass-through funds to local institutions
22 and governments that do not require additional state matching
23 funds. Federal pass-through funds to local institutions and
24 governments that are received in amounts in addition to those
25 included in part 1 and that do not require additional state
26 matching funds are appropriated for the purposes intended. Within
27 14 days after the receipt of federal pass-through funds, the

1 department shall notify the house and senate chairpersons of the
2 subcommittees, the fiscal agencies, and the state budget director
3 of pass-through funds appropriated under this section.

4 Sec. 221. Funds appropriated in this part and part 1 shall not
5 be used by a principal executive department, state agency, or
6 authority to hire a person to provide legal services that are the
7 responsibility of the attorney general. This prohibition does not
8 apply to legal services for bonding activities and for those
9 outside services that the attorney general authorizes.

10 Sec. 223. (1) In addition to the funds appropriated in part 1,
11 there is appropriated an amount not to exceed \$19,000,000.00 for
12 federal contingency funds. These funds are not available for
13 expenditure until they have been transferred to another line item
14 in part 1 under section 393(2) of the management and budget act,
15 1984 PA 431, MCL 18.1393.

16 (2) In addition to the funds appropriated in part 1, there is
17 appropriated an amount not to exceed \$25,000,000.00 for state
18 restricted contingency funds. These funds are not available for
19 expenditure until they have been transferred to another line item
20 in part 1 under section 393(2) of the management and budget act,
21 1984 PA 431, MCL 18.1393.

22 (3) In addition to the funds appropriated in part 1, there is
23 appropriated an amount not to exceed \$7,800,000.00 for local
24 contingency funds. These funds are not available for expenditure
25 until they have been transferred to another line item in part 1
26 under section 393(2) of the management and budget act, 1984 PA 431,
27 MCL 18.1393.

1 (4) In addition to the funds appropriated in part 1, there is
2 appropriated an amount not to exceed \$400,000.00 for private
3 contingency funds. These funds are not available for expenditure
4 until they have been transferred to another line item in part 1
5 under section 393(2) of the management and budget act, 1984 PA 431,
6 MCL 18.1393.

7 Sec. 225. Within 10 days after the receipt of a grant
8 appropriated in the private grant programs line item in part 1, the
9 department shall notify the house and senate chairpersons of the
10 subcommittees, the fiscal agencies, and the state budget director
11 of the receipt of the grant, including the funding source, purpose,
12 and amount of the grant.

13 Sec. 227. (1) The department shall sell documents at a price
14 not to exceed the cost of production and distribution. Money
15 received from the sale of these documents shall revert to the
16 department. In addition to the funds appropriated in part 1, these
17 funds are available for expenditure when they are received by the
18 department of treasury. This subsection applies only for the
19 following documents:

20 (a) Corporation and securities division documents, reports,
21 and papers required or permitted by law pursuant to section 1060(5)
22 of the business corporation act, 1972 PA 284, MCL 450.2060.

23 (b) The subdivision control manual, the state boundary
24 commission operations manual, and other local government assistance
25 manuals.

26 (c) The Michigan liquor control code of 1998, 1998 PA 58, MCL
27 436.1101 to 436.2303.

1 (d) The mobile home commission act, 1987 PA 96, MCL 125.2301
2 to 125.2349; the business corporation act, 1972 PA 284, MCL
3 450.1101 to 450.2098; the nonprofit corporation act, 1982 PA 162,
4 MCL 450.2101 to 450.3192; and the uniform securities act (2002),
5 2008 PA 551, MCL 451.2101 to 451.2703.

6 (e) Worker's compensation health care services rules.

7 (f) Construction code manuals.

8 (g) Copies of transcripts from administrative law hearings.

9 (2) In addition to the funds appropriated in part 1, funds
10 collected by the department under sections 55, 57, 58, and 59 of
11 the administrative procedures act of 1969, 1969 PA 306, MCL 24.255,
12 24.257, 24.258, and 24.259, and section 203 of the legislative
13 council act, 1986 PA 268, MCL 4.1203, are appropriated for all
14 expenses necessary to provide for the cost of publication and
15 distribution.

16 (3) Unexpended funds at the end of the fiscal year shall carry
17 forward to the subsequent fiscal year and not lapse to the general
18 fund.

19 Sec. 228. Unless prohibited by law, the department may accept
20 credit card or other electronic means of payment for licenses,
21 fees, or permits.

22 Sec. 229. The department shall maintain, on a publicly
23 accessible website, a department scorecard that identifies, tracks,
24 and regularly updates key metrics that are used to monitor and
25 improve the department's performance.

26 Sec. 231. The department shall cooperate with the department
27 of technology, management, and budget to maintain a searchable

1 website accessible by the public at no cost that includes, but is
2 not limited to, all of the following for each department or agency:

3 (a) Fiscal year-to-date expenditures by category.

4 (b) Fiscal year-to-date expenditures by appropriation unit.

5 (c) Fiscal year-to-date payments to a selected vendor,
6 including the vendor name, payment date, payment amount, and
7 payment description.

8 (d) The number of active department employees by job
9 classification.

10 (e) Job specifications and wage rates.

11 Sec. 232. The department shall not develop or produce any
12 television or radio productions.

13 Sec. 234. Within 14 days after the release of the executive
14 budget recommendation, the department shall cooperate with the
15 state budget office to provide the senate and house appropriations
16 chairs, the senate and house appropriations subcommittees chairs,
17 and the senate and house fiscal agencies with an annual report on
18 estimated state restricted fund balances, state restricted fund
19 projected revenues, and state restricted fund expenditures for the
20 fiscal years ending September 30, 2014 and September 30, 2015.

21 Sec. 235. Total authorized appropriations from all sources
22 under part 1 for legacy costs for the fiscal year ending September
23 30, 2015 is \$72,438,500.00. From this amount, total agency
24 appropriations for pension-related legacy costs are estimated at
25 \$40,484,400.00. Total agency appropriations for retiree health care
26 legacy costs are estimated at \$31,954,100.00.

27 Sec. 240. (1) It is the intent of the legislature that

1 departments and agencies receiving appropriations in part 1
2 properly account for their spending and do not use full-time
3 equated positions as placeholders for spending in other parts of
4 their budgets.

5 (2) No later than February 1, the department shall provide a
6 report to the legislature specifying the number of filled, full-
7 time equated positions in pay status within each agency receiving
8 appropriations in part 1 during the immediately preceding fiscal
9 year. When reporting on the number of filled, full-time equated
10 positions in pay status, the department shall provide the maximum
11 number of filled, full-time equated positions in pay status by
12 appropriation line item in the last pay period of each quarter of
13 the immediately preceding fiscal year. The report shall also
14 include a list of all funded, full-time equated positions by
15 position title.

16 Sec. 241. (1) The department may charge registration fees to
17 attendees of informational, training, or special events sponsored
18 by the department.

19 (2) These fees shall reflect the costs for the department to
20 sponsor the informational, training, or special events.

21 (3) Revenue generated by the registration fees is appropriated
22 upon receipt and available for expenditure to cover the
23 department's costs of sponsoring informational, training, or
24 special events.

25 (4) Revenue generated by registration fees in excess of the
26 department's costs of sponsoring informational, training, or
27 special events shall carry forward to the subsequent fiscal year

1 and not lapse to the general fund.

2 (5) Not later than November 15, the department shall submit a
3 report to the subcommittees, fiscal agencies, and the state budget
4 office that identifies each of the following in the immediately
5 preceding fiscal year:

6 (a) Each informational, training, or special event sponsored
7 by the department.

8 (b) The amount of revenue generated by registration fees.

9 (c) The amount expended for the department's costs of
10 sponsoring informational, training, or special events.

11 (d) Any balance carried forward into the subsequent fiscal
12 year.

13 Sec. 242. The department may make available to interested
14 entities otherwise unavailable customized listings of
15 nonconfidential information in its possession, such as names and
16 addresses of licensees. The department may establish and collect a
17 reasonable charge to provide this service. The revenue received
18 from this service shall be used to offset expenses to provide the
19 service. Any balance of this revenue collected and unexpended at
20 the end of the fiscal year shall revert to the appropriate
21 restricted fund.

22 Sec. 245. The department, in conjunction with the department
23 of community health, shall establish an accounting structure within
24 the Michigan administrative information network that will allow
25 expenditures associated with the administration of the Healthy
26 Michigan plan to be identified. By October 1, 2014, the department
27 shall provide the state budget office and the fiscal agencies with

1 the relevant accounting structure and associated business objects
2 script and report that groups administrative costs.

3 Sec. 246. The department shall not promulgate or adopt a rule
4 more stringent than the applicable federal standard unless
5 specifically authorized by statute.

6 Sec. 248. (1) No later than March 1, the department shall
7 submit a report to the subcommittees and fiscal agencies pertaining
8 to licensing and regulatory programs during the previous fiscal
9 year for the following agencies:

- 10 (a) Public service commission.
11 (b) Liquor control commission.
12 (c) Bureau of construction codes.
13 (d) Corporations, securities, and commercial licensing bureau.
14 (e) Bureau of health care services.
15 (f) Michigan occupational safety and health administration.

16 (2) The report shall provide, but is not limited to, the
17 following information for each agency in subsection (1):

- 18 (a) Revenue generated by and expenditures disbursed for each
19 regulatory product.
20 (b) Number of applications, both initial and renewal, for each
21 regulatory product.
22 (c) Number of applications, both initial and renewal, approved
23 for each regulatory product.
24 (d) Number of applications, both initial and renewal, denied
25 for each regulatory product.
26 (e) Average amount of time, both tolled and untolled, to
27 approve or deny applications, both initial and renewal, for each

1 regulatory product.

2 (f) Number of examinations proctored for initial applications
3 for each regulatory product, if applicable.

4 (g) Number of complaints received pertaining to each regulated
5 activity.

6 (h) Number of investigations opened pertaining to each
7 regulated activity.

8 (i) Number of investigations closed pertaining to each
9 regulated activity.

10 (j) Average amount of time to close investigations pertaining
11 to each regulated activity.

12 (k) Number of enforcement actions pertaining to each regulated
13 activity.

14 (l) Number of administrative hearings pertaining to each
15 regulated activity.

16 (m) Number of administrative hearing adjudications pertaining
17 to each regulated activity.

18 (3) As used in subsection (2), "regulatory products" means
19 licensure, certification, registration, permitting, approval, or
20 any other regulatory service provided by the agencies specified in
21 subsection (1) for occupations, facilities, entities, industries,
22 or activities regulated by the agencies specified in subsection
23 (1).

24 Sec. 250. It is the intent of the legislature that the
25 department continue the prefunding of other postemployment benefits
26 for state employees hired before January 1, 2012, with the amounts
27 appropriated in part 1 pursuant to the amendments made by 2011 PA

1 264 to the state employees' retirement act, 1943 PA 240, MCL 38.1
2 to 38.69.

3 **OCCUPATIONAL REGULATION**

4 Sec. 501. Money appropriated under this part and part 1 for
5 the bureau of fire services shall not be expended unless, in
6 accordance with section 2c of the fire prevention code, 1941 PA
7 207, MCL 29.2c, inspection and plan review fees will be charged
8 according to the following schedule:

9 Operation and maintenance inspection fee

10 <u>Facility type</u>	<u>Facility size</u>	<u>Fee</u>
11 Hospitals	Any	\$8.00 per bed

12 Plan review and construction inspection fees for

13 hospitals and schools

14 <u>Project cost range</u>	<u>Fee</u>
15 \$101,000.00 or less	minimum fee of \$155.00
16 \$101,001.00 to \$1,500,000.00	\$1.60 per \$1,000.00
17 \$1,500,001.00 to \$10,000,000.00	\$1.30 per \$1,000.00
18 \$10,000,001.00 or more	\$1.10 per \$1,000.00
19	or a maximum fee of \$60,000.00.

20 Sec. 502. The funds collected by the department for licenses,
21 permits, and other elevator regulation fees set forth in the
22 Michigan administrative code and as determined under section 8 of
23 1976 PA 333, MCL 338.2158, and section 16 of 1967 PA 227, MCL
24 408.816, that are unexpended at the end of the fiscal year shall
25 carry forward to the subsequent fiscal year.

26 Sec. 503. No later than February 15, the department shall

1 submit a report to the subcommittees and fiscal agencies providing
2 the following information:

3 (a) The number of honorably discharged veterans, individually
4 or if a majority interest of a corporation or limited liability
5 company, that were exempted from paying licensure, registration,
6 filing, or any other fees collected under each licensure or
7 regulatory program administered by the bureau of construction codes
8 and the corporations, securities, and commercial licensing bureau
9 during the preceding fiscal year.

10 (b) The specific fees and total amount of revenue exempted
11 under each licensure or regulatory program administered by the
12 bureau of construction codes and the corporations, securities, and
13 commercial licensing bureau during the preceding fiscal year.

14 (c) The actual costs of providing licensing and other
15 regulatory services to veterans exempted from paying licensure,
16 registration, filing, or any other fees and a description of how
17 these costs were calculated.

18 (d) The estimated amount of revenue that will be exempted
19 under each licensure or regulatory program administered by the
20 bureau of construction codes and the corporations, securities, and
21 commercial licensing bureau in both the current and subsequent
22 fiscal years and a description of how the exempted revenue was
23 estimated.

24 Sec. 504. Revenues collected by the department pursuant to the
25 uniform securities act (2002), 2008 PA 551, MCL 451.2101 to
26 451.2703, the debt management act, 1975 PA 148, MCL 451.411 to
27 451.437, and the living care disclosure act, 1976 PA 440, MCL

1 554.801 to 554.844, that are unexpended at the end of the fiscal
2 year shall carry forward to the subsequent fiscal year and not
3 lapse to the general fund.

4 Sec. 505. Funds remaining in the homeowner construction lien
5 recovery fund are appropriated to the department for payment of
6 court-ordered homeowner construction lien recovery fund judgments
7 entered prior to August 23, 2010. Pursuant to available funds, the
8 payment of final judgments shall be made in the order in which the
9 final judgments were entered and began accruing interest.

10 Sec. 506. (1) The department shall report by April 1 to the
11 subcommittees, fiscal agencies, and state budget director on the
12 timeliness of nursing facility complaint investigations and the
13 number of allegations that are substantiated on an annual basis.
14 The report shall consist of the number of allegations filed by
15 consumers and the number of facility-reported incidents. The
16 department shall make every effort to contact every complainant and
17 the subject of a complaint during an investigation.

18 (2) The department shall gather information on its most
19 frequently cited complaint deficiencies for the prior 3 fiscal
20 years and include that information in the report required under
21 subsection (1). The department shall determine whether there is an
22 increase in the number of citations from 1 year to the next and
23 assess the cause of the increase, if any, and whether education and
24 training of nursing facility staff or department staff are needed.

25 (3) The department shall make the report required under this
26 section available to the public at no cost on its website.

27 Sec. 507. (1) The department shall submit a report by January

1 1 to the standing committees on appropriations of the senate and
2 house of representatives, the fiscal agencies, and the state budget
3 director that includes all of the following information for the
4 prior fiscal year regarding the medical marihuana program under the
5 Michigan medical marihuana act, 2008 IL 1, MCL 333.26421 to
6 333.26430:

7 (a) The number of initial applications received.

8 (b) The number of initial applications approved and the number
9 of initial applications denied.

10 (c) The average amount of time, from receipt to approval or
11 denial, to process an initial application.

12 (d) The number of renewal applications received.

13 (e) The number of renewal applications approved and the number
14 of renewal applications denied.

15 (f) The average amount of time, from receipt to approval or
16 denial, to process a renewal application.

17 (g) The percentage of initial applications not approved or
18 denied within the time requirements established in section 6 of the
19 Michigan medical marihuana act, 2008 IL 1, MCL 333.26426.

20 (h) The percentage of renewal applications not approved or
21 denied within the time requirements established in section 6 of the
22 Michigan medical marihuana act, 2008 IL 1, MCL 333.26426.

23 (i) The percentage of registry cards for approved initial
24 applications not issued within the time requirements established in
25 section 6 of the Michigan medical marihuana act, 2008 IL 1, MCL
26 333.26426.

27 (j) The percentage of registry cards for approved renewal

1 applications not issued within the time requirements established in
2 section 6 of the Michigan medical marihuana act, 2008 IL 1, MCL
3 333.26426.

4 (k) The amount collected from the medical marihuana program
5 application and renewal fees authorized in section 5 of the
6 Michigan medical marihuana act, 2008 IL 1, MCL 333.26425.

7 (l) The costs of administering the medical marihuana program
8 under the Michigan medical marihuana act, 2008 IL 1, MCL 333.26421
9 to 333.26430.

10 (2) If the required fees are shown to be insufficient to
11 offset all expenses of implementing and administering the medical
12 marihuana program, the department shall review and revise the
13 application and renewal fees accordingly to ensure that all
14 expenses of implementing and administering the medical marihuana
15 program are offset as is permitted under section 5 of the Michigan
16 medical marihuana act, 2008 IL 1, MCL 333.26425.

17 Sec. 508. If the revenue collected by the department for
18 health systems administration or radiological health administration
19 and projects from fees and collections exceeds the amount
20 appropriated in part 1, the revenue may be carried forward into the
21 subsequent fiscal year. The revenue carried forward under this
22 section shall be used as the first source of funds in the
23 subsequent fiscal year.

24 Sec. 509. By February 1, the bureau of health care services
25 shall provide the state budget office, the subcommittees, and the
26 fiscal agencies an updated schedule of fees to be charged by the
27 bureau of health care services for regulating health facilities.

1 The updated fee schedule proposed by the bureau shall be based on
2 the schedule submitted previously, but include updated figures from
3 the prior fiscal year. It shall also bear a direct relationship to
4 the cost of the service or act, including overhead expenses. The
5 report shall also recommend the necessary statutory and
6 administrative rule changes necessary to implement the recommended
7 fee schedule.

8 Sec. 510. From the appropriations made in part 1 for the
9 bureau of health systems, at least \$530,000.00 must be expended for
10 activities related to the inspection and licensing of freestanding
11 surgical outpatient facilities.

12 EMPLOYMENT SERVICES

13 Sec. 701. Funds earned or authorized by the DOL in excess of
14 the gross appropriation in part 1 for the unemployment insurance
15 agency from the DOL are appropriated and may be expended for
16 staffing and related expenses incurred in the operation of its
17 programs. These funds may be spent after the department notifies
18 the state budget director and the subcommittees of the purpose and
19 amount of each grant award.

20 Sec. 702. The unemployment insurance agency shall provide the
21 subcommittees, fiscal agencies, and state budget office with
22 quarterly status reports on the implementation of and improvements
23 to the agency's integrated system project. The quarterly status
24 reports shall include, but not be limited to, a summary of the
25 expenditures for the project, a summary of the tasks completed, and
26 a summary of the tasks anticipated to be completed in the

1 subsequent quarter.

2 Sec. 703. The department shall report quarterly to the members
3 of the house and senate committees on appropriations, the fiscal
4 agencies, and the state budget director on the percentage of
5 unemployment claimants that meet the certification requirements for
6 receiving benefits by using the Internet MiWAM system or any
7 application developed for that purpose. The department shall
8 implement improvements to the Internet MiWAM system that promote
9 greater ease of access and security with a goal of reaching 85% of
10 users certifying by using the Internet MiWAM system or another
11 system that reduces staff face time and MARVIN telephone system
12 usage.

13 Sec. 704. (1) The appropriation in part 1 for the bureau of
14 services for blind persons includes funds for case services. These
15 funds may be used for tuition payments for blind clients.

16 (2) Revenue collected by the bureau of services for blind
17 persons and from private and local sources that is unexpended at
18 the end of the fiscal year may carry forward to the subsequent
19 fiscal year.

20 Sec. 705. The bureau of services for blind persons shall work
21 collaboratively with service organizations and government entities
22 to identify qualified match dollars to maximize use of available
23 federal vocational rehabilitation funds.

24 Sec. 706. (1) The funds appropriated in part 1 for a regional
25 or subregional library shall not be released until a budget for
26 that regional or subregional library has been approved by the
27 department for expenditures for library services directly serving

1 the blind and persons with disabilities.

2 (2) In order to receive subregional state aid as appropriated
3 in part 1, a regional or subregional library's fiscal agency shall
4 agree to maintain local funding support at the same level in the
5 current fiscal year as in the fiscal agency's preceding fiscal
6 year. If a reduction in expenditures equally affects all agencies
7 in a local unit of government that is the regional or subregional
8 library's fiscal agency, that reduction shall not be interpreted as
9 a reduction in local support and shall not disqualify a regional or
10 subregional library from receiving state aid under part 1. If a
11 reduction in income affects a library cooperative or district
12 library that is a regional or subregional library's fiscal agency
13 or a reduction in expenditures for the regional or subregional
14 library's fiscal agency, a reduction in expenditures for the
15 regional or subregional library shall not be interpreted as a
16 reduction in local support and shall not disqualify a regional or
17 subregional library from receiving state aid under part 1.

18 Sec. 707. The bureau of services for blind persons may provide
19 and enter into agreements to provide general services, training,
20 meetings, information, special equipment, software, facility use,
21 and technical consulting services to other principal executive
22 departments, state agencies, local units of government, the
23 judicial branch of government, other organizations, and patrons of
24 department facilities. The department may charge fees for these
25 services that are reasonably related to the cost of providing the
26 services. In addition to the funds appropriated in part 1, funds
27 collected by the department for these services are appropriated for

1 all expenses necessary. The funds appropriated under this section
2 are allotted for expenditure when they are received by the
3 department of treasury.

4 **MICHIGAN ADMINISTRATIVE HEARING SYSTEM**

5 Sec. 801. (1) The Michigan tax tribunal within the Michigan
6 administrative hearing system shall submit a report containing all
7 of the following for the previous fiscal year:

8 (a) The number of cases heard and the number of cases decided
9 by MAHS hearings officers, contractual hearings officers, and
10 tribunal members during the fiscal year.

11 (b) The number of case filings and dispositions and the number
12 of active and pending cases before the small claims division and
13 the entire tribunal.

14 (c) The average and maximum time elapsed, both tolled and
15 untolled, between case filings and final dispositions.

16 (d) The amount and percentage of tax tribunal fees generated
17 by motions to amend.

18 (2) The report required under subsection (1) shall be
19 submitted to the subcommittees, fiscal agencies, and state budget
20 office not later than November 1.

21 **DEPARTMENT GRANTS**

22 Sec. 901. (1) The appropriation in part 1 for fire protection
23 grants shall be appropriated to cities, villages, and townships
24 with state-owned facilities for fire services, instead of taxes, in
25 accordance with 1977 PA 289, MCL 141.951 to 141.956.

1 (2) Cities, villages, and townships with state-owned
2 facilities shall report to the department no later than January 1
3 on a form developed by the department in order to be eligible to
4 receive funds appropriated in part 1 for fire protection grants.
5 The report shall indicate all of the following:

6 (a) The ability to respond to state facilities in their
7 service area.

8 (b) The cost for being prepared and able to respond to fire
9 service situations during the most recent fiscal year.

10 (c) The fire-related activities of police and fire departments
11 on state property.

12 (d) The costs of these activities.

13 (e) The expenditures from fire protection grants.

14 (3) The department shall prepare a summary of the local
15 submissions and provide it to the subcommittees, fiscal agencies,
16 and the state budget director by March 31.

17 Sec. 902. (1) Not later than January 31, 2015, the department
18 shall prepare a report that provides the number of registry
19 identification cards issued to or renewed for patients residing in
20 each county during the previous fiscal year, as of September 30,
21 2014, under the Michigan medical marihuana act, 2008 IL 1, MCL
22 333.26421 to 333.26430. The department shall submit this report to
23 the state budget director, the subcommittees, and the fiscal
24 agencies.

25 (2) The department shall expend the funds appropriated in part
26 1 for medical marihuana operation and oversight grants for grants
27 to county law enforcement agencies for the operation and oversight

1 of the Michigan medical marihuana program pursuant to section 6(*l*)
2 of the Michigan medical marihuana act, 2008 IL 1, MCL 333.26426.
3 These grants shall be distributed proportionately based on the
4 number of registry identification cards issued to or renewed for
5 the residents of each county whose county law enforcement agency
6 applied for a grant under subsection (3). For the purposes of this
7 subsection, operation and oversight grants are for education,
8 communication, and enforcement of the Michigan medical marihuana
9 act, 2008 IL 1, MCL 333.26421 to 333.26430.

10 (3) In order to be eligible to receive a grant under
11 subsection (2), a county law enforcement agency shall apply no
12 later than January 1, 2015 and agree to report how the grant was
13 expended and provide that report to the department no later than
14 September 15, 2015. The department shall submit a report no later
15 than October 15, 2015 to the state budget director, the
16 subcommittees, and the fiscal agencies detailing the grant amounts
17 by recipient and the reported uses of the grants in the preceding
18 fiscal year.

19 (4) County law enforcement agencies may distribute
20 discretionary grants made under subsection (2) to municipal law
21 enforcement agencies for the operation and oversight of the
22 Michigan medical marihuana program pursuant to section 6(*l*) of the
23 Michigan medical marihuana act, 2008 IL 1, MCL 333.26426. If a
24 county law enforcement agency distributes a discretionary grant in
25 this manner, that county law enforcement agency shall require the
26 receiving municipal law enforcement agency to provide a report on
27 how that grant was spent. Reports from municipal law enforcement

1 agencies shall be included as part of the report submitted to the
2 department as required in subsection (3).

3 (5) No later than January 1, 2015, the department shall post a
4 listing of potential grant money available to each county law
5 enforcement agency on its website. A county law enforcement agency
6 requesting a grant shall apply on a form developed by the
7 department and available on the website. The form shall contain the
8 county law enforcement agency's specific projected plan for use of
9 the money and its agreement to maintain all records and to submit
10 documentation to the department to support the use of the grant
11 money.

12 **ONE-TIME BASIS ONLY**

13 Sec. 1001. If sufficient funds are not appropriated in fiscal
14 year 2013-2014 to cover the workers' compensation claims of former
15 employees of the Delphi Corporation, it is the intent of the
16 legislature that sufficient funds for those claims are appropriated
17 under the self-insurers security fund - Delphi Corp bankruptcy line
18 item in fiscal year 2014-2015.

19 PART 2A
20 PROVISIONS CONCERNING ANTICIPATED APPROPRIATIONS
21 FOR FISCAL YEAR 2015-2016

22 **GENERAL SECTIONS**

23 Sec. 1201. It is the intent of the legislature to provide
24 appropriations for the fiscal year ending on September 30, 2016 for

1 the line items listed in part 1. The fiscal year 2015-2016
2 appropriations are anticipated to be the same as those for fiscal
3 year 2014-2015, except that the line items will be adjusted for
4 changes in caseload and related costs, federal fund match rates,
5 economic factors, and available revenue. These adjustments will be
6 determined after the January 2015 consensus revenue estimating
7 conference.

8 Sec. 1202. It is the intent of the legislature that the
9 department identify the amounts for normal retirement costs and
10 legacy retirement costs for the fiscal year ending on September 30,
11 2016 for the line items listed in part 1.

12 ARTICLE XIV

13 DEPARTMENT OF MILITARY AND VETERANS AFFAIRS

14 PART 1

15 LINE-ITEM APPROPRIATIONS

16 Sec. 101. There is appropriated for the department of military
17 and veterans affairs for the fiscal year ending September 30, 2015,
18 from the following funds:

19 **DEPARTMENT OF MILITARY AND VETERANS AFFAIRS**

20 APPROPRIATION SUMMARY

21	Full-time equated unclassified positions.....	9.0	
22	Full-time equated classified positions.....	889.5	
23	GROSS APPROPRIATION.....		\$ 166,594,900
24	Total interdepartmental grants and intradepartmental		
25	transfers		100,000

1	Schedule of interdepartmental grant and		
2	intradepartmental transfer revenue sources:		
3	IDG, state police	100,000	
4	ADJUSTED GROSS APPROPRIATION.....		\$ 166,464,900
5	Total federal revenues.....		90,362,800
6	Schedule of federal revenue sources:		
7	DOD-DOA-NGB	60,025,300	
8	DVA-VHA	27,235,700	
9	Federal counter narcotics revenues.....	50,000	
10	HHS-HCFA, title XIX, Medicaid.....	88,300	
11	HHS-HCFA, Medicare, hospital insurance.....	2,963,500	
12	Total local revenues.....		1,500,000
13	Schedule of local revenue sources:		
14	Local - school aid fund	1,500,000	
15	Total private revenues.....		740,000
16	Schedule of private revenue sources:		
17	Private - veterans' homes post and posthumous		
18	funds	540,000	
19	Private donations	200,000	
20	Total other state restricted revenues.....		25,086,400
21	Schedule of restricted revenue sources:		
22	Lease revenue	12,200	
23	Income and assessments	17,356,100	
24	Mackinac Bridge authority	70,000	
25	Military family relief fund	1,000,000	
26	Michigan national guard armory construction		
27	fund	1,000,000	

1	Michigan veterans' trust fund.....	5,201,700	
2	Rental fees	346,400	
3	Test project fees	100,000	
4	State general fund/general purpose.....		\$ 48,805,700
5	State general fund/general purpose schedule:		
6	Ongoing state general fund/general purpose.....		46,305,700
7	One-time state general fund/general purpose.....		2,500,000
8	Sec. 102. DEPARTMENT AND NATIONAL GUARD OPERATIONS		
9	Full-time equated unclassified positions.....	9.0	
10	Full-time equated classified positions.....	324.0	
11	Unclassified positions.....		\$ 1,370,100
12	Departmental and national guard operations.....		51,233,100
13	Schedule of programs:		
14	Armories and joint force readiness.....	16,136,500	
15	Military training sites and support		
16	facilities	32,050,600	
17	Support services	3,046,000	
18	National guard programs.....		9,471,200
19	Schedule of programs:		
20	Starbase grant	2,322,000	
21	ChalleNGe program	4,549,200	
22	Military family relief fund	600,000	
23	Michigan national guard tuition assistance.	2,000,000	
24			
25	GROSS APPROPRIATION.....		\$ 62,074,400
26	Appropriated from:		
27	Interdepartmental grant revenues.....		100,000

1	Federal revenues.....		45,489,000
2	Local revenues.....		1,500,000
3	Private revenues.....		200,000
4	State restricted revenues.....		1,523,600
5	State general fund/general purpose.....	\$	13,261,800
6	Sec. 103. MICHIGAN VETERANS AFFAIRS AGENCY		
7	Full-time equated classified positions.....	565.5	
8	Michigan veterans affairs agency		\$ 15,901,400
9	Schedule of programs:		
10	MVAA operations	7,295,100	
11	Veterans service grants	3,404,600	
12	Veterans' trust fund administration.....	1,455,200	
13	Veterans' trust fund grants	3,746,500	
14	Veterans' homes		\$ 66,567,900
15	Schedule of programs:		
16	Grand Rapids veterans' home	46,012,600	
17	Board of managers (Grand Rapids home).....	665,000	
18	D.J. Jacobetti veterans' home.....	19,615,300	
19	Board of managers (Jacobetti home).....	275,000	
20			
21	GROSS APPROPRIATION.....		\$ 82,469,300
22	Appropriated from:		
23	Federal revenues.....		29,873,800
24	Private revenues.....		540,000
25	State restricted revenues.....		22,562,800
26	State general fund/general purpose.....		\$ 29,492,700
27	Sec. 104. CAPITAL OUTLAY		

1	Capital outlay	\$	19,551,200
2	Schedule of programs:		
3	Special maintenance - national guard.....	18,051,200	
4	Special maintenance - veterans' homes.....	500,000	
5	Land and acquisitions	1,000,000	
6			<hr/>
7	GROSS APPROPRIATION.....	\$	19,551,200
8	Appropriated from:		
9	Federal revenues.....		15,000,000
10	State restricted revenues.....		1,000,000
11	State general fund/general purpose.....	\$	3,551,200
12	Sec. 105. ONE-TIME APPROPRIATIONS		
13	One-time appropriations.....	\$	2,500,000
14	Schedule of programs:		
15	Special maintenance - veterans' homes.....	2,500,000	
16			<hr/>
17	GROSS APPROPRIATION	\$	2,500,000
18	Appropriated from:		
19	State general fund/general purpose.....	\$	2,500,000

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FOR FISCAL YEAR 2014-2015

GENERAL SECTIONS

Sec. 201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state resources

1 under part 1 for fiscal year 2014-2015 is \$73,892,100.00 and state
 2 spending from state resources to be paid to local units of
 3 government for fiscal year 2014-2015 is \$100,000.00. The itemized
 4 statement below identifies appropriations from which spending to
 5 local units of government will occur:

6 DEPARTMENT OF MILITARY AND VETERANS AFFAIRS

7	National guard operations.....	\$	50,000
8	Schedule of programs:		
9	Payments in lieu of taxes	50,000	
10	Michigan veterans affairs agency.....	\$	50,000
11	Schedule of programs:		
12	County counselor education and training		
13	expenses	50,000	<hr/>
14	TOTAL.....	\$	100,000

15 Sec. 202. The appropriations authorized under this part and
 16 part 1 are subject to the management and budget act, 1984 PA 431,
 17 MCL 18.1101 to 18.1594.

18 Sec. 203. As used in this part and part 1:

19 (a) "CFDA" means catalog of federal domestic assistance.

20 (b) "Core services" means that phrase as defined in section
 21 373 of the management and budget act, 1984 PA 431, MCL 18.1373.

22 (c) "Department" means the department of military and veterans
 23 affairs.

24 (d) "DOD" means the United States department of defense.

25 (e) "DOD-DOA-NGB" means the DOD department of the army,
 26 national guard bureau.

27 (f) "DVA" means the United States department of veterans

1 affairs.

2 (g) "DVA-VHA" means the DVA veterans health administration.

3 (h) "FTE" means full-time equated.

4 (i) "HCFA" means the health care financing administration, now
5 renamed the centers for Medicare and Medicaid services.

6 (j) "HHS" means the United States department of health and
7 human services.

8 (k) "IDG" means interdepartmental grant.

9 (l) "Large veterans service organization" means a VSO that can
10 certify that its membership exceeds 30,000 individuals.

11 (m) "MVAA" means the Michigan veterans affairs agency.

12 (n) "Medium veterans service organization" means a VSO that
13 can certify that its membership is between 2,500 and 30,000
14 individuals.

15 (o) "Small veterans service organization" means a VSO that can
16 certify that its membership is between 1,000 and 2,499 individuals.

17 (p) "Subcommittees" means all members of the subcommittees of
18 the senate and house appropriations committees with jurisdiction
19 over the budget of the department.

20 (q) "VSO" means veterans service organization.

21 (r) "Work project" means that term as defined in section 404
22 of the management and budget act, 1984 PA 431, MCL 18.1404, and
23 that meets the criteria in section 451a(1) of the management and
24 budget act, 1984 PA 431, MCL 18.1451a.

25 Sec. 205a. Federal DOD-DOA-NGB funds appropriated in part 1
26 may be received from, but not limited to, the following programs:
27 military construction - national guard (CFDA 12.400), national

1 guard military operations and maintenance (CFDA 12.401), national
2 guard challenge program (CFDA 12.404), and national guard starbase
3 program (CFDA 12.404).

4 Sec. 205b. Federal DVA-VHA funds appropriated in part 1 may be
5 received from, but not limited to, the following programs: grants
6 to states for construction of state home facilities (CFDA 64.005),
7 veterans state domiciliary care (CFDA 64.014), and veterans state
8 nursing home care (CFDA 64.015).

9 Sec. 205c. Federal HHS-HCFA, Medicare, hospital insurance
10 funds appropriated in part 1 may be received under the Medicare
11 supplementary medical insurance program (CFDA 93.774) or other HHS-
12 HCFA programs.

13 Sec. 205d. Federal HHS-HCFA, title XIX, Medicaid funds
14 appropriated in part 1 may be received from the Medicaid program
15 under title XIX of the social security act, 42 USC 1396 to 1396w-5
16 or other HHS-HCFA programs.

17 Sec. 206. (1) In addition to the funds appropriated in part 1,
18 there is appropriated an amount not to exceed \$10,000,000.00 for
19 federal contingency funds. These funds are not available for
20 expenditure until they have been transferred to another line item
21 in part 1 under section 393(2) of the management and budget act,
22 1984 PA 431, MCL 18.1393.

23 (2) In addition to the funds appropriated in part 1, there is
24 appropriated an amount not to exceed \$2,000,000.00 for state
25 restricted contingency funds. These funds are not available for
26 expenditure until they have been transferred to another line item
27 in part 1 under section 393(2) of the management and budget act,

1 1984 PA 431, MCL 18.1393.

2 (3) In addition to the funds appropriated in part 1, there is
3 appropriated an amount not to exceed \$100,000.00 for local
4 contingency funds. These funds are not available for expenditure
5 until they have been transferred to another line item in part 1
6 under section 393(2) of the management and budget act, 1984 PA 431,
7 MCL 18.1393.

8 (4) In addition to the funds appropriated in part 1, there is
9 appropriated an amount not to exceed \$100,000.00 for private
10 contingency funds. These funds are not available for expenditure
11 until they have been transferred to another line item in part 1
12 under section 393(2) of the management and budget act, 1984 PA 431,
13 MCL 18.1393.

14 Sec. 207. The department shall cooperate with the department
15 of technology, management, and budget to maintain a searchable
16 website that is accessible by the public at no cost that includes,
17 but is not limited to, all of the following:

18 (a) Fiscal year-to-date expenditures by category.

19 (b) Fiscal year-to-date expenditures by appropriation unit.

20 (c) Fiscal year-to-date payments to a selected vendor,
21 including the vendor name, payment date, payment amount, and
22 payment description.

23 (d) The number of active department employees by job
24 classification.

25 (e) Job specifications and wage rates.

26 Sec. 208. The departments and agencies receiving
27 appropriations in part 1 shall use the Internet to fulfill the

1 reporting requirements of this part. This requirement may include
2 transmission of reports via electronic mail to the recipients
3 identified for each reporting requirement, or it may include
4 placement of reports on an Internet or Intranet site.

5 Sec. 209. Funds appropriated in this part and part 1 shall not
6 be used for the purchase of foreign goods or services, or both, if
7 competitively priced and of comparable quality American goods or
8 services, or both, are available. Preference shall be given to
9 goods or services, or both, manufactured or provided by Michigan
10 businesses, if they are competitively priced and of comparable
11 quality. In addition, preference shall be given to goods or
12 services, or both, that are manufactured or provided by Michigan
13 businesses owned and operated by veterans, if they are
14 competitively priced and of comparable quality. In addition,
15 preference shall be given to goods or services, or both, that are
16 manufactured or provided by Michigan small businesses that have
17 veterans compose at least 35% of their total workforce. As used in
18 this section, "veteran" means that term as defined in section 261
19 of the management and budget act, 1984 PA 431, MCL 18.1261. As used
20 in this section, "small business" means that term as defined in
21 section 7a of the administrative procedures act of 1969, 1969 PA
22 306, MCL 24.207a.

23 Sec. 210. The department shall take all reasonable steps to
24 ensure businesses in deprived and depressed communities compete for
25 and perform contracts to provide services or supplies, or both. The
26 director of the department shall strongly encourage firms with
27 which the department contracts to subcontract with certified

1 businesses in depressed and deprived communities for services,
2 supplies, or both.

3 Sec. 215. The department shall not take disciplinary action
4 against an employee for communicating with a member of the
5 legislature or his or her staff.

6 Sec. 216. (1) Notwithstanding any other provision of this
7 part, the schedule of programs in part 1 lists programs which may,
8 but are not required to be, funded under part 1.

9 (2) Notwithstanding any other provisions of this part, the
10 schedule of revenue sources in part 1 may or may not be received
11 from the funding entities listed.

12 (3) Any funding required by statute is not subject to funding
13 flexibility and shall be funded in accordance with that statute.

14 Sec. 217. The department shall improve its budgetary
15 efficiency pertaining to the delivery of core services delineated
16 in section 222 by doing all of the following:

17 (a) Prioritizing personnel over buildings in budgetary
18 efficiency considerations.

19 (b) Pursuing the physical or virtual consolidation of support
20 service functions such as information technology, human resources,
21 and accounting as a means of improving standardization and
22 efficiency.

23 (c) Seeking expenditure reductions whenever possible through
24 the streamlining of existing service delivery activities.

25 (d) Identifying efficiencies that can be gained via the
26 reduction or elimination of programs, policies, and practices which
27 have outlived their usefulness.

1 Sec. 218. The departments and agencies receiving
2 appropriations in this part and part 1 shall prepare a report on
3 out-of-state travel expenses not later than January 1 of each year.
4 The travel report shall be a listing of all travel by classified
5 and unclassified employees outside this state in the immediately
6 preceding fiscal year that was funded in whole or in part with
7 funds appropriated in the department's budget. The report shall be
8 submitted to the senate and house appropriations committees, the
9 house and senate fiscal agencies, and the state budget director.
10 The report shall include the following information:

11 (a) The dates of each travel occurrence.

12 (b) The total transportation and related costs of each travel
13 occurrence, including the proportion funded with state general
14 fund/general purpose revenues, the proportion funded with state
15 restricted revenues, the proportion funded with federal revenues,
16 and the proportion funded with other revenues.

17 Sec. 219. (1) The department shall provide quarterly reports
18 to the subcommittees, the senate and house fiscal agencies, and the
19 state budget office, which shall provide the following data:

20 (a) A list of all major work projects, including a status
21 report of each project.

22 (b) The department's financial status, featuring a report of
23 budgeted versus actual expenditures by part 1 line item including a
24 year-end projection of budget requirements. If projected department
25 budget requirements exceed the allocated budget, the report shall
26 include a plan to reduce overall expenses while still satisfying
27 specified service level requirements.

1 (c) Evidence of efficiencies and management of funds within
2 established appropriations.

3 (d) A list of armory closings and projected closings.

4 (e) A list of property sales as described in section 223 of
5 this part.

6 (f) A report on the status of performance metrics cited in
7 this part.

8 (g) A list of the performance measures, outcomes, and
9 initiatives developed by the agency in the strategic plan required
10 by section 501 of 2013 PA 9.

11 (h) The number of active employees at the close of the fiscal
12 quarter by job classification and program.

13 (i) A summary of fund shifts, that have been approved by the
14 state budget office, that have occurred between items listed in the
15 schedule of programs mentioned in part 1.

16 (j) The status and projected cost of each maintenance project
17 at the Grand Rapids and D.J. Jacobetti veterans' homes, funded from
18 the special maintenance capital outlay and 1-time appropriations in
19 part 1.

20 (k) An accounting of resident member populations at the Grand
21 Rapids and D.J. Jacobetti veterans' homes by period of service, by
22 gender, by care setting, and by bed space available.

23 (l) The financial status of the Grand Rapids and D.J. Jacobetti
24 veterans' homes including an accounting of post and posthumous
25 funds, donations, and state-appropriated funds.

26 (m) Information regarding assessments, reassessments, and
27 admissions at the Grand Rapids and D.J. Jacobetti veterans' homes.

1 (n) The number of volunteer hours at the Grand Rapids and D.J.
2 Jacobetti veterans' homes.

3 (o) The financial status of the Michigan veterans' trust fund,
4 including the number and amount of emergency grants, state
5 administrative expenses, and county administrative expenses.

6 (p) A summary of activities supported through the
7 appropriation in part 1 for veterans service grants, including
8 separately for each service region and grantee, the amount of
9 expenditures by spending category, number of service hours, number
10 of claims for benefits submitted by type of claim, and other
11 information required to be submitted by veterans service grantees
12 to the MVAA.

13 (q) The status and projected costs of special maintenance
14 projects at the armories funded from capital outlay appropriation
15 in part 1 and the appropriation in section 111 of 2014 PA 34.

16 (r) A summary of expenditures and the activities funded from
17 the appropriation made in section 111 of 2014 PA 34 for the
18 veterans service delivery initiative.

19 (2) The department shall provide a corrective action plan
20 within 30 days of a quarterly report under this section for any
21 requirements of this part that have not been achieved. The
22 department shall provide a monthly status of corrective action
23 plans.

24 (3) The Grand Rapids and D.J. Jacobetti veterans' homes shall
25 provide to the subcommittees and the senate and house fiscal
26 agencies the results of any annual or for-cause survey conducted by
27 the DVA-VHA and any corresponding corrective action plan. This

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1 information shall also be made available publicly through the
2 department's or MVAA's website.

[Sec. 219a. (1) For each new program or program increase for which funds are appropriated in part 1, the department shall report the following to the house and senate appropriations committees, the house and senate fiscal agencies, and the state budget director:

(a) By November 1, 2014, a list of specific benchmarks intended to measure the performance or return on taxpayer investment of the program and its associated expenditures.

(b) By March 1, 2015, an update on the progress of the program and the status of expenditures for the program as measured by those benchmarks.

(2) It is the intent of the legislature that, beginning with the budget for the fiscal year ending September 30, 2016, any proposal for a new program or spending increase on existing programs initiated by the executive branch or the legislature shall include, as part of the original proposal or budget request, a specific list of benchmarks intended to measure the performance or return on taxpayer investment of the program or spending increase.]

3 Sec. 222. The appropriations in part 1 are for the core
4 services, support services, and work projects of the department,
5 including, but not limited to, the following core services:

6 (a) Department and national guard operations, including
7 armories and joint force readiness and maintenance of national
8 guard training facilities and air bases.

9 (b) National guard programs, including the Michigan youth
10 challenge academy, starbase program, military family relief fund,
11 and the national guard tuition assistance program.

12 (c) Veterans' services and initiatives, including MVAA
13 operations, veterans' service grants, veterans' trust fund
14 administration, and veterans' trust fund grants.

15 (d) Veterans' homes, including the Grand Rapids veterans'
16 home, the D.J. Jacobetti veterans' home, and the board of managers.

17 Sec. 225. Funds appropriated in this part and part 1 shall not
18 be used by the department to hire a person to provide legal
19 services that are the responsibility of the attorney general. This
20 prohibition does not apply to legal services for bonding activities
21 and for those activities that the attorney general authorizes.

22 Sec. 227. The department shall not exclude public employee
23 unions from the bid process.

24 Sec. 228. Not later than November 30, the state budget office
25 shall prepare and transmit a report that provides for estimates of
26 the total general fund/general purpose appropriations lapses at the

27 close of the fiscal year. This report shall summarize the projected

1 year-end general fund/general purpose appropriations lapses by
2 major departmental program or program areas. The report shall be
3 transmitted to the office of the state budget, the chairpersons of
4 the senate and house standing committees on appropriations, the
5 subcommittees, and the senate and house fiscal agencies.

6 Sec. 229. Within 14 days after the release of the executive
7 budget recommendation, the department shall cooperate with the
8 state budget office to provide the senate and house appropriations
9 chairs, the subcommittees, and the senate and house fiscal agencies
10 with an annual report on estimated state restricted fund balances,
11 state restricted fund projected revenues, and state restricted fund
12 expenditures for the fiscal years ending September 30, 2014 and
13 September 30, 2015.

14 Sec. 230. The department shall maintain, on a publicly
15 accessible website, a department scorecard that identifies, tracks,
16 and regularly updates key metrics that are used to monitor and
17 improve the agency's performance.

18 Sec. 231. Total authorized appropriations from all sources
19 under part 1 for legacy costs for the fiscal year ending September
20 30, 2015 are \$20,013,100.00. From this amount, total agency
21 appropriations for pension-related legacy costs are estimated at
22 \$66,300,300.00, and total agency appropriations for retiree health
23 care legacy costs are estimated at \$8,833,000.00.

24 **DEPARTMENT AND NATIONAL GUARD OPERATIONS**

25 Sec. 300. (1) From the funds appropriated in part 1, there is
26 funding to support unclassified employee positions as authorized by

1 section 5 of article XI of the state constitution of 1963. These
2 positions include the following: department director - the adjutant
3 general for Michigan; assistant adjutant general - army; assistant
4 adjutant general - installations; assistant adjutant general - air;
5 senior policy executive - Michigan veterans affairs agency; senior
6 deputy director - state operations; director - strategy and policy;
7 director - public safety project; and director - Michigan veterans
8 affairs agency.

9 (2) Not less than 30 days prior to the department submitting a
10 request for an additional unclassified employee position from the
11 civil service commission, or for any substantive change to the
12 duties of an existing unclassified employee position, the
13 department shall notify the subcommittees and the senate and house
14 fiscal agencies.

15 **ARMORIES AND JOINT FORCE READINESS**

16 Sec. 302. (1) From the funds appropriated in part 1 for
17 department and national guard operations, the department shall
18 provide for the following:

19 (a) Administrative support for department operations, as
20 provided under the management and budget act, 1984 PA 431, MCL
21 18.1101 to 18.1594, and in compliance with the state of Michigan
22 financial management guide and the administrative guide to state
23 government.

24 (b) Executive administration of the department as provided
25 under chapter 6 of the executive organization act of 1965, 1965 PA
26 380, MCL 16.225 to 16.229, Executive Reorganization Order No. 1997-
27 7, MCL 32.91, and chapter 5 of the Michigan military act, 1967 PA

1 150, MCL 32.700 to 32.740.

2 (c) The operations of the Michigan military establishment, as
3 provided under section 7 of article I and section 12 of article V
4 of the state constitution of 1963, and the Michigan military act,
5 1967 PA 150, MCL 32.501 to 32.851, title 10 of the United States
6 Code, 10 USC 101 to 18506, title 32 of the United States Code, 32
7 USC 101 to 908, the Michigan code of military justice of 1980, 1980
8 PA 523, MCL 32.1001 to 32.1148, R 32.11 to R 32.61 of the Michigan
9 administrative code, R 32.171 to R 32.186 of the Michigan
10 administrative code, and other applicable cooperative agreements
11 and army, air force, and national guard bureau regulations.

12 (2) The department shall operate and maintain national guard
13 armories as provided under chapter 6 of the Michigan military act,
14 1967 PA 150, MCL 32.750 to 32.788, and other applicable cooperative
15 agreements and army and national guard regulations, within the
16 constraints of available funding appropriated in part 1.

17 (3) The Michigan army national guard and air national guard
18 shall work to provide a culture that is free of sexual assault,
19 through an environment of prevention, education and training,
20 response capability, victim support, reporting procedures, and
21 appropriate accountability that enhances the safety and well-being
22 of all guard members.

23 Sec. 302a. (1) The department shall evaluate armories for
24 consolidation, energy, and utility efficiency and identify work
25 projects that would improve this efficiency and submit a quarterly
26 report on the status and activities of the armories as provided in
27 section 219.

1 (2) The department shall establish a system that measures the
2 condition and adequacy of armory facilities using both quality and
3 functionality criteria based off the installation status report-
4 infrastructure inspections that are conducted annually as a
5 requirement set forth by the national guard.

6 (3) The department shall report to the subcommittees, the
7 senate and house fiscal agencies, and the state budget office by
8 December 1 providing for the following:

9 (a) An assessment of the grounds and facilities of each armory
10 to objectively measure and determine the current facility condition
11 and capability to support authorized manpower, unit training, and
12 operations.

13 (b) Recommendations for the placement of new armories, the
14 relocation or consolidation of existing armories, or a change in
15 the mission of units assigned to armories to ideally position the
16 national guard in current or projected population centers.

17 (c) Recommendations for the enhanced use of armories to
18 facilitate family support programs during deployments.

19 (d) An analysis of the feasibility, potential costs, and
20 benefits of shared use of armories with other local, state, or
21 federal agencies to improve response to local emergencies as well
22 as the community support provided to armories.

23 (e) An investment strategy and proposed funding amounts in a
24 prioritized project list to correct the most critical facility
25 shortfalls across the inventory of armories in this state.

26 **MAINTENANCE AND OPERATIONS OF NATIONAL GUARD TRAINING FACILITIES**
27 **AND AIR BASES**

1 Sec. 304. (1) The department shall provide army and air
2 national guard forces, when directed, for state and local
3 emergencies and in support of national military requirements.

4 (2) The department shall operate and maintain army national
5 guard training facilities, including Fort Custer and Camp Grayling.

6 (3) The department shall maintain a system that measures the
7 condition and adequacy of air facilities using both quality and
8 functionality criteria.

9 (4) The department shall operate and maintain air national
10 guard air bases, including Selfridge air national guard base,
11 Battle Creek air national guard base, and Alpena combat readiness
12 training center.

13 Sec. 304a. The department shall provide the following
14 information as provided under section 219:

15 (a) The apportioned and assigned strength of the Michigan army
16 national guard.

17 (b) The apportioned and assigned strength of the Michigan air
18 national guard.

19 (c) Recruiting, retention, and attrition data, including
20 measurement against stated performance goals, for the Michigan army
21 national guard.

22 (d) Recruiting, retention, and attrition data, including
23 measurement against stated performance goals, for the Michigan air
24 national guard.

25 **CHALLENGE PROGRAM**

26 Sec. 307. The department shall maintain the Michigan youth
27 challenge academy as provided under 32 USC 509.

1 Sec. 307a. (1) The department shall train at least 144 cadets
2 simultaneously at the Michigan youth challenge academy.

3 (2) The department shall ensure that the average grade level
4 increase for Michigan youth challenge academy graduates is 2 years
5 as measured with the test adult basic education (TABE) metrics.

6 **MILITARY FAMILY RELIEF FUND**

7 Sec. 308. The department shall provide grants for disbursement
8 from the military family relief fund, as provided under the
9 military family relief fund act, 2004 PA 363, MCL 35.1211 to
10 35.1216, and R 200.5 to R 200.95 of the Michigan administrative
11 code.

12 Sec. 308a. (1) The department shall provide information on the
13 revenues, expenditures for advertising and assistance grants, and
14 fund balance of the Michigan military family relief fund, as
15 provided under section 219.

16 (2) The department shall provide outreach to the Michigan
17 families of members of the reserve component of the armed forces
18 called into active duty and to support the processing and approval
19 of at least 60 grant applications this fiscal year under the
20 Michigan military relief fund and report those applications as
21 provided in section 219.

22 **STARBASE PROGRAM**

23 Sec. 309. The department shall maintain a starbase program as
24 provided under 10 USC 2193b.

25 **MICHIGAN VETERANS AFFAIRS AGENCY**

26 **MVAA OPERATIONS**

1 Sec. 400. (1) The MVAA shall provide assistance to Michigan
2 veterans as provided under Executive Reorganization Order No. 2013-
3 2, MCL 32.92.

4 (2) The MVAA shall provide a report to the subcommittees,
5 senate and house fiscal agencies, and the state budget office no
6 later than April 1 providing for the following:

7 (a) To the extent known, data on the estimated number of
8 homeless veterans, by county, in the state.

9 (b) A summary of the activities and strategies developed to
10 date under the MVAA community assessment and regional service
11 delivery model pilot projects that are specifically aimed at
12 improving access to, and the utilization of, community-based
13 services among homeless veterans, and aimed at preventing the
14 incidence of, and minimizing the risk factors for, homelessness
15 among veterans.

16 Sec. 400a. (1) The MVAA shall develop and operate an outreach
17 program that will communicate benefit eligibility information to
18 35% of the Michigan veterans population as determined by most
19 recent census data, with a goal that outreach efforts reach 100% of
20 veterans in this state.

21 (2) The MVAA shall communicate veteran benefit information
22 pertaining to the Michigan military family relief fund, Michigan
23 veterans' trust fund, and United States department of veterans
24 affairs health, financial, and memorial benefits to which they are
25 entitled.

26 (3) The MVAA shall work to approve at least 5,660 requests for
27 military discharge certificates (DD-214) annually and report that

1 information as provided in section 219.

2 (4) The department shall continue the process to digitize all
3 medical records and military discharge documents which are
4 currently on paper and microfilm, and report the number of
5 digitized documents as provided in section 219.

6 Sec. 401. (1) From the funds appropriated in part 1, the MVAA
7 shall provide for regional coordinators, selected by the MVAA
8 through a grant agreement with veterans service organizations or by
9 other means. These regional coordinators shall provide the
10 following services:

11 (a) Coordinate veteran benefit counselors' efforts throughout
12 a specified region.

13 (b) Coordinate services with the department of human services,
14 the department of community health, and the department of
15 corrections.

16 (c) Coordinate with regional workforce and economic
17 development agencies.

18 (d) Coordinate activities among local foundations, non-profit
19 organizations, and community groups to improve accessibility,
20 enrollment, and utilization of the array of health care, education,
21 employment assistance, and quality of life services provided at the
22 local level.

23 (2) The MVAA may work with MVAA service officers, regional
24 coordinators, county veteran counselors, VSO service officers, and
25 other service providers to incorporate mental health care referral
26 services into their daily operations in order to aid veterans in
27 understanding the mental health care support services they may be

1 eligible to receive and in identifying available providers of those
2 services. Mental health care services shall include counseling and
3 appropriate care and services to veterans to overcome any mental
4 health issues resulting from their military service, including
5 issues concerning military sexual trauma, post-traumatic stress
6 disorder, depression, anxiety, and substance abuse.

7 (3) The MVAA shall cooperate with the department of human
8 services and the department of community health in working with the
9 federal public assistance reporting information system to identify
10 Medicaid recipients who are veterans and who may be eligible for
11 federal veterans health care benefits or other benefits.

12 (4) The MVAA shall collaborate with the department of
13 corrections to create and maintain a process by which prisoners can
14 obtain a copy of their DD Form 214 or other military discharge
15 documentation if necessary.

16 (5) The MVAA shall ensure that all MVAA service officers,
17 county veterans counselors, VSO service officers, and regional
18 coordinators receive appropriate training in processing
19 applications for benefits payable to veterans due to military
20 sexual trauma, post-traumatic stress disorder, depression, anxiety,
21 substance abuse, or other mental health issues.

22 Sec. 402. The MVAA shall provide claims processing services to
23 Michigan veterans in support of benefit claims submitted to the DVA
24 for the health, financial, and memorial benefits for which they are
25 eligible.

26 Sec. 402a. The MVAA shall report the following information as
27 provided in section 219:

1 (a) The number of benefit claims, by type, submitted to the
2 DVA, and the number of claims that have been denied by the DVA,
3 have been approved by the DVA, or are still pending before the DVA.

4 (b) The number of fully developed claims, by type, submitted
5 to the DVA, with an overall goal of 50% of benefit claims submitted
6 that are considered fully developed by the DVA.

7 Sec. 403. The MVAA shall provide resources necessary to
8 provide county veterans counselors with training to ensure quality
9 benefit counseling services to veterans. From the funds
10 appropriated in part 1, \$50,000.00 shall be allocated for training
11 support.

12 Sec. 403a. The MVAA shall report the following information as
13 provided in section 219:

14 (a) The number and percentage of county veterans counselors
15 trained by the MVAA, with an overall goal of 100%.

16 (b) The number of benefit claims, by type, submitted to the
17 DVA by county veterans counselors, and the number of claims that
18 have been denied by the DVA, have been approved by the DVA, or are
19 still pending before the DVA.

20 (c) The number of fully developed claims, by type, submitted
21 to the DVA by county veterans counselors, with an overall goal of
22 50% of benefit claims submitted that are considered fully developed
23 by the DVA.

24 Sec. 404. From the funds appropriated in part 1 for MVAA
25 operations, the MVAA shall provide grant assistance to enhance the
26 capacity and capabilities of counties in providing benefit claims
27 assistance. These funds shall be used to continue the

1 implementation of an Internet-based data system, to increase the
2 number of county veterans counselors, and to increase the number of
3 counties that provide service to veterans through county veterans
4 counselors.

5 Sec. 404a. The MVAA shall provide a report, as provided in
6 section 219, on the expenditures and activities of the grant funds
7 directed by section 404.

8 Sec. 405. The MVAA shall create a 5-member advisory board
9 consisting of presidents or commanders from 2 large veterans
10 service organizations, 2 medium veterans service organizations, and
11 1 small veterans service organization. The board shall meet no less
12 than twice a year, without reimbursement, and shall assist the MVAA
13 in developing plans, reviewing service delivery initiatives, and
14 identifying services and projects that assist in meeting MVAA
15 performance objectives.

16 **VETERANS SERVICE GRANTS**

17 Sec. 406. (1) The MVAA shall disburse VSO grants to assist
18 them to achieve agency goals and performance objectives in
19 partnership with the VSOs. Grants to VSOs will be disbursed to fund
20 programs and projects which are determined by the agency to meet
21 agency performance objectives and ensure that VSOs communicate the
22 availability of emergency grants through the Michigan veterans
23 trust fund.

24 (2) Veterans services grants awarded by the MVAA to veterans
25 service organizations shall provide for the following, as developed
26 by the MVAA:

27 (a) The provision of service to veterans statewide, using a

1 regional service delivery model, with services provided at
2 specified locations and times, including service provided in state
3 correctional facilities.

4 (b) The payment of a fixed hourly service rate for each
5 veterans service officer.

6 (c) A specified number of service hours within each geographic
7 region of this state, with a statewide goal of at least 106,750
8 hours, including 6,240 hours provided in state correctional
9 facilities.

10 Sec. 406a. The MVAA shall report the following information as
11 provided in section 219:

12 (a) The number of benefit claims, by type, submitted to the
13 DVA by veterans service organizations, and the number of claims
14 that have been denied by the DVA, have been approved by the DVA, or
15 are still pending before the DVA.

16 (b) The number of fully developed claims, by type, submitted
17 to the DVA by veterans service organizations, with an overall goal
18 of 50% of benefit claims submitted that are considered fully
19 developed by the DVA.

20 **VETERANS' TRUST FUND ADMINISTRATION**

21 Sec. 407. The Michigan veterans' trust fund board together
22 with the MVAA shall provide emergency grants for disbursement from
23 the Michigan veterans' trust fund, as provided under the following
24 program authorities:

25 (a) Sections 37, 38, and 39 of article IX of the state
26 constitution of 1963.

27 (b) 1946 (1st Ex Sess) PA 9, MCL 35.602 to 35.610.

1 (c) R 35.1 to R 35.7 of the Michigan administrative code.

2 (d) R 35.621 to R 35.623 of the Michigan administrative code.

3 Sec. 407a. No later than December 1, the MVAA shall provide a
4 detailed report of the Michigan veterans' trust fund that includes,
5 for the prior fiscal year, information on grants provided from the
6 emergency grant program, including details concerning the
7 methodology of allocations, the selection of emergency grant
8 program authorized agents, a description of how the emergency grant
9 program is administered in each county, and a detailed breakdown of
10 trust fund expenditures for that year, including the amount
11 distributed to each county for administrative costs and emergency
12 grants. The report shall also provide an update on the department's
13 efforts to reduce program administrative costs and maintain the
14 Michigan veterans' trust fund corpus to its original amount of at
15 least \$50,000,000.00.

16 **GRAND RAPIDS VETERANS' HOME**

17 Sec. 501. (1) The MVAA and the board of managers shall provide
18 nursing and domiciliary care services to veterans in accordance
19 with the following program authorities:

20 (a) 1885 PA 152, MCL 36.1 to 36.12.

21 (b) 1905 PA 313, MCL 36.61.

22 (c) Executive Reorganization Order No. 1991-7, MCL 36.71.

23 (d) Executive Reorganization Order No. 2013-2, MCL 32.92.

24 (e) R 32.71 to R 32.89 of the Michigan administrative code.

25 (f) Title 38, part II, chapter 17, subchapter V of the United
26 States Code, 38 USC 1741 to 1745.

27 (g) 38 CFR part 51.

1 (h) 38 CFR part 52.

2 (i) Title 38, part VI, chapter 81, subchapter III of the
3 United States Code, 38 USC 8131 to 8138.

4 (j) 38 CFR part 59.

5 (2) The Grand Rapids veterans' home shall ensure that its
6 medical staffing is in accordance with VHA standards.

7 (3) The Grand Rapids veterans' home shall ensure that
8 transportation is assured for each resident for every medical
9 appointment outside the veterans' home.

10 (4) The Grand Rapids veterans' home shall ensure that each
11 member resident receives daily laundry service.

12 (5) The Grand Rapids veterans' home shall ensure that
13 maintenance and custodial services are provided for each home in
14 accordance with applicable local, state, and federal standards.

15 (6) The Grand Rapids veterans' home shall ensure that each
16 resident receives a medical and care assessment including a dietary
17 plan upon admission to the home, with meals and snacks provided in
18 accordance with the plan and R 325.20803 of the Michigan
19 administrative code.

20 (7) Appropriations in part 1 for the Grand Rapids veterans'
21 home shall not be used for any purpose other than for veterans and
22 veterans' families.

23 (8) Any contractor providing competency evaluated nursing
24 assistants (CENA) to the Grand Rapids veterans' home shall ensure
25 that each CENA has at least 8 hours of training on information
26 provided by the veterans' home.

27 (9) Any contractor providing competency evaluated nursing

1 assistants to the Grand Rapids veterans' home shall ensure that
2 each CENA has at least 1 eight-hour shift of shadowing at the
3 veterans' home.

4 (10) Any contractor providing competency evaluated nursing
5 assistants to the Grand Rapids veterans' home shall ensure that
6 each CENA is competent in the basic skills needed to perform his or
7 her assigned duties at the veterans' home.

8 (11) Any contractor providing competency evaluated nursing
9 assistants to the Grand Rapids veterans' home shall ensure that
10 each CENA has at least 1 year of experience in long-term care.

11 (12) The Grand Rapids veterans' home shall provide each CENA
12 at least 12 hours of in-service training once that individual has
13 been assigned to the veterans' home.

14 (13) All complaints of abusive or neglectful care at the Grand
15 Rapids veterans' home by a resident member, a resident member's
16 family or legal guardian, or staff of the veterans' home, received
17 by a supervisor shall be referred to the director of nursing upon
18 receipt of such complaint. The director of nursing shall report on
19 not less than a monthly basis, except that the board of managers
20 may specify a more frequent reporting period, to the home
21 administrator, board of managers, agency, subcommittees, the senate
22 and house fiscal agencies, and the state budget office the
23 following information:

24 (a) A description of the process by which resident members and
25 others may file complaints of alleged abuse or neglect at the Grand
26 Rapids veterans' home.

27 (b) Summary statistics on the number and general nature of

1 complaints of abuse or neglect.

2 (c) Summary statistics on the final disposition of complaints
3 of abuse or neglect received.

4 (14) The Grand Rapids veterans' home shall provide an on-site,
5 board-certified psychiatrist for all resident members with mental
6 health disorders in order to ensure that those resident members
7 receive needed services in a professional and timely manner. The
8 Grand Rapids veterans' home shall provide all members and staff a
9 safe and secure environment.

10 (15) The Grand Rapids veterans' home shall ensure that it
11 effectively develops, executes, and monitors all comprehensive care
12 plans in accordance with federal regulations and its internal
13 policies, with a goal that a comprehensive care plan is fully
14 developed for all resident members.

15 (16) The Grand Rapids veterans' home shall implement controls
16 over its food, maintenance supplies, and medical supplies
17 inventories.

18 (17) The Grand Rapids veterans' home shall implement controls
19 over its pharmaceutical inventory.

20 (18) The Grand Rapids veterans' home shall establish
21 sufficient controls for calculating resident member maintenance
22 assessments in order to accurately calculate resident member
23 maintenance assessments for each billing cycle. The Grand Rapids
24 veterans' home shall establish sufficient controls to ensure that
25 all past due resident member maintenance assessments are addressed
26 within 30 days.

27 (19) The Grand Rapids veterans' home shall establish

1 sufficient controls over monetary donations and donated goods.

2 (20) The Grand Rapids veterans' home shall implement
3 sufficient controls over the handling of resident member funds to
4 ensure the release of funds within 3 business days upon the
5 resident member leaving the home and to ensure that a
6 representative of a resident member is provided a full accounting
7 of that resident member's funds within 10 business days of the
8 death of that resident member.

9 (21) The MVAA shall post on its website all policies adopted
10 by the board of managers and the home related to the administrative
11 operations of the home.

12 (22) The Grand Rapids veterans' home shall ensure that it
13 meets a minimum standard of 2.5 patient care hours per patient, per
14 day, each day, 7 days a week.

15 Sec. 501a. The MVAA shall report its findings regarding the
16 Grand Rapids veterans' home's compliance with the requirements and
17 standards under section 501, except subsection (13), as provided in
18 section 219. The quarterly report shall include, but is not limited
19 to, the following information:

20 (a) The number of patient care hours and staffing levels
21 measured against DVA-VHA standards.

22 (b) The number and dollar value of lost and discarded
23 prescriptions and the number of early prescription refills.

24 **D.J. JACOBETTI VETERANS' HOME**

25 Sec. 502. (1) The MVAA and the board of managers shall provide
26 nursing and domiciliary care services to veterans in accordance
27 with the following program authorities:

1 (a) 1885 PA 152, MCL 36.1 to 36.12.

2 (b) 1905 PA 313, MCL 36.61.

3 (c) Executive Reorganization Order No. 1991-7, MCL 36.71.

4 (d) Executive Reorganization Order No. 2013-2, MCL 32.92.

5 (e) R 32.71 to R 32.89 of the Michigan administrative code.

6 (f) Title 38, part II, chapter 17, subchapter V of the United
7 States Code, 38 USC 1741 to 1745.

8 (g) 38 CFR part 51.

9 (h) 38 CFR part 52.

10 (i) Title 38, part VI, chapter 81, subchapter III of the
11 United States Code, 38 USC 8131 to 8138.

12 (j) 38 CFR part 59.

13 (2) The D.J. Jacobetti veterans' home shall ensure that its
14 medical staffing is in accordance with DVA-VHA standards.

15 (3) The D.J. Jacobetti veterans' home shall ensure that
16 transportation is assured for each resident for every medical
17 appointment outside the veterans' home.

18 (4) The D.J. Jacobetti veterans' home shall ensure that each
19 member resident receives daily laundry service.

20 (5) The D.J. Jacobetti veterans' home shall ensure that
21 maintenance and custodial services are provided for the home in
22 accordance with applicable local, state and federal standards.

23 (6) The D.J. Jacobetti veterans' home shall ensure that each
24 resident receives a medical and care assessment including a dietary
25 plan upon admission to the home, with meals and snacks provided in
26 accordance with the plan and R 325.20803 of the Michigan
27 administrative code.

1 (7) Appropriations in part 1 for the D.J. Jacobetti veterans'
2 home shall not be used for any purpose other than for veterans and
3 veterans' families.

4 (8) Any contractor providing competency evaluated nursing
5 assistants (CENA) to the D.J. Jacobetti veterans' home shall ensure
6 that each CENA has at least 8 hours of training on information
7 provided by the veterans' home.

8 (9) Any contractor providing competency evaluated nursing
9 assistants to the D.J. Jacobetti veterans' home shall ensure that
10 each CENA has at least 1 eight-hour shift of shadowing at the
11 veterans' home.

12 (10) Any contractor providing competency evaluated nursing
13 assistants to the D.J. Jacobetti veterans' home shall ensure that
14 each CENA is competent in the basic skills needed to perform his or
15 her assigned duties at the veterans' home.

16 (11) Any contractor providing competency evaluated nursing
17 assistants to the D.J. Jacobetti veterans' home shall ensure that
18 each CENA has at least 1 year of experience in long-term care.

19 (12) The D.J. Jacobetti veterans' home shall provide each CENA
20 at least 12 hours of in-service training once that individual has
21 been assigned to the veterans' home.

22 (13) All complaints of abusive or neglectful care at the D.J.
23 Jacobetti veterans' home by a resident member, a resident member's
24 family or legal guardian, or staff of the veterans' home, received
25 by a supervisor shall be referred to the director of nursing upon
26 receipt of such complaint. The director of nursing shall report on
27 not less than a monthly basis, except that the board of managers

1 may specify a more frequent reporting period, to the home
2 administrator, board of managers, agency, subcommittees, the senate
3 and house fiscal agencies, and the state budget office the
4 following information:

5 (a) A description of the process by which resident members and
6 others may file complaints of alleged abuse or neglect at the D.J.
7 Jacobetti veterans' home.

8 (b) Summary statistics on the number and the general nature of
9 complaints of abuse or neglect.

10 (c) Summary statistics on the final disposition of complaints
11 of abuse or neglect received.

12 (14) The MVAA shall post on its website all policies adopted
13 by the board of managers and the home related to the operations of
14 the home.

15 **CAPITAL OUTLAY**

16 Sec. 601. The appropriations in part 1 for capital outlay
17 shall be carried forward at the end of the fiscal year consistent
18 with section 248 of the management and budget act, 1984 PA 431, MCL
19 18.1248.

20 **ONE-TIME APPROPRIATIONS**

21 Sec. 701. The 1-time appropriations in part 1 for special
22 maintenance shall be carried forward at the end of the fiscal year
23 consistent with section 248 of the management and budget act, 1984
24 PA 431, MCL 18.1248.

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ARTICLE XV

DEPARTMENT OF NATURAL RESOURCES

PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. There is appropriated for the department of natural resources for the fiscal year ending September 30, 2015, from the following funds:

DEPARTMENT OF NATURAL RESOURCES

APPROPRIATION SUMMARY

Full-time equated unclassified positions.....	6.0		
Full-time equated classified positions.....	[2,190.3]		
GROSS APPROPRIATION.....		\$	372,185,400
Interdepartmental grant revenues:			
Total interdepartmental grants and intradepartmental transfers			1,355,100
ADJUSTED GROSS APPROPRIATION.....		\$	370,830,300
Federal revenues:			
Total federal revenues.....			67,954,500
Special revenue funds:			
Total local revenues.....			0
Total private revenues.....			10,286,300
Total other state restricted revenues.....			256,498,000
State general fund/general purpose.....		\$	36,091,500

FUND SOURCE SUMMARY

Full-time equated unclassified positions.....	6.0
Full-time equated classified positions.....	[2,190.3]

1	GROSS APPROPRIATION.....	\$	372,185,400
2	Interdepartmental grant revenues:		
3	IDG, land acquisition services-to-work orders.....		229,100
4	IDG, MacMullan conference center revenue.....		1,126,000
5	Total interdepartmental grants and intradepartmental		
6	transfers		1,355,100
7	ADJUSTED GROSS APPROPRIATION.....	\$	370,830,300
8	Federal revenues:		
9	Federal funds.....		67,954,500
10	Total federal revenues.....		67,954,500
11	Special revenue funds:		
12	Private funds.....		7,771,300
13	Private - Mann house trust fund.....		15,000
14	State parks private funds.....		2,500,000
15	Total private revenues.....		10,286,300
16	Cervidae licensing and inspection fees.....		136,900
17	Clean Michigan initiative fund.....		29,100
18	Commercial forest fund.....		28,600
19	Fire equipment fund.....		663,300
20	Forest development fund.....		31,789,400
21	Forest land user charges.....		281,500
22	Forest recreation account.....		2,210,300
23	Game and fish protection fund.....		78,493,100
24	Game and fish protection fund - deer habitat reserve .		2,161,700
25	Game and fish protection fund - fisheries settlement .		945,100
26	Game and fish protection fund - turkey permit fees ...		1,079,900
27	Game and fish protection fund - waterfowl fees		159,100

1	Game and fish protection fund - waterfowl hunt stamp .	3,000,000
2	Game and fish protection fund - wildlife management	
3	public education fund	1,600,000
4	Game and fish protection fund - wildlife resource	
5	protection fund	1,119,600
6	Game and fish protection fund - youth hunting and	
7	fishing education and outreach fund.....	96,100
8	History fees fund.....	229,300
9	Invasive species fund.....	30,300
10	Land exchange facilitation fund.....	6,101,200
11	Local public recreation facilities fund.....	1,089,800
12	Mackinac Island state park fund.....	1,848,200
13	Mackinac Island state park operation fund.....	192,200
14	Marine safety fund.....	3,066,500
15	Michigan heritage publications fund.....	38,800
16	Michigan natural resources trust fund.....	1,255,300
17	Michigan state parks endowment fund.....	27,467,600
18	Michigan state waterways fund.....	21,870,800
19	Michigan trailways fund.....	15,400
20	Museum operations fund.....	498,000
21	Nongame wildlife fund.....	503,200
22	Off-road vehicle safety education fund.....	200,200
23	Off-road vehicle trail improvement fund.....	6,010,600
24	Park improvement fund.....	46,937,200
25	Permanent snowmobile trail easement fund.....	700,000
26	Public use and replacement deed fees.....	30,600
27	Recreation improvement account.....	1,024,600

1	Recreation passport fees.....		3,291,900
2	Snowmobile registration fee revenue.....		1,217,300
3	Snowmobile trail improvement fund.....		9,033,400
4	Sportsmen against hunger fund.....		51,900
5	Total other state restricted revenues.....		256,498,000
6	State general fund/general purpose.....	\$	36,091,500
7	Sec. 102. EXECUTIVE OPERATIONS		
8	Full-time equated unclassified positions.....	6.0	
9	Full-time equated classified positions.....	11.6	
10	Unclassified salaries--6.0 FTE positions.....	\$	724,700
11	Executive direction--11.6 FTE positions.....		2,199,700
12	Natural resources commission.....		<u>77,100</u>
13	GROSS APPROPRIATION.....	\$	3,001,500
14	Appropriated from:		
15	Special revenue funds:		
16	Forest development fund.....		358,500
17	Forest land user charges.....		5,000
18	Forest recreation account.....		19,000
19	Game and fish protection fund.....		1,191,300
20	Game and fish protection fund - deer habitat reserve .		24,400
21	Game and fish protection fund - turkey permit fees ...		14,400
22	Game and fish protection fund - waterfowl fees.....		400
23	Game and fish protection fund - wildlife resource		
24	protection fund		13,000
25	Land exchange facilitation fund.....		20,400
26	Marine safety fund.....		29,800
27	Michigan natural resources trust fund.....		1,500

House Bill No. 5313 (H-1) as amended May 6, 2014

1	Michigan state parks endowment fund.....		298,500
2	Michigan state waterways fund.....		162,400
3	Nongame wildlife fund.....		5,900
4	Off-road vehicle trail improvement fund.....		70,300
5	Park improvement fund.....		471,800
6	Recreation improvement account.....		3,300
7	Snowmobile registration fee revenue.....		10,100
8	Snowmobile trail improvement fund.....		19,400
9	Sportsmen against hunger fund.....		100
10	State general fund/general purpose.....	\$	282,000
11	Sec. 103. DEPARTMENT INITIATIVES		
12	Full-time equated classified positions.....	[4.0]	
13	Great Lakes restoration initiative.....	\$	5,500,000
14	Invasive species prevention and control--	[4.0] FTE	
15	positions		3,000,000
16	Michigan conservation corps.....		<u>2,500,000</u>
17	GROSS APPROPRIATION.....	\$	11,000,000
18	Appropriated from:		
19	Special revenue funds:		
20	Federal funds.....		5,500,000
21	State general fund/general purpose.....	\$	5,500,000
22	Sec. 104. DEPARTMENT SUPPORT SERVICES		
23	Full-time equated classified positions.....	109.5	
24	Finance and operations--106.5 FTE positions	\$	17,576,700
25	Legal services--3.0 FTE positions		458,300
26	Building occupancy charges.....		2,720,200
27	Gifts and pass-through transactions.....		5,000,000

1	Rent - privately owned property.....	488,400
2	Accounting service center.....	<u>1,453,500</u>
3	GROSS APPROPRIATION.....	\$ 27,697,100
4	Appropriated from:	
5	Interdepartmental grant revenues:	
6	IDG, land acquisition services-to-work orders.....	229,100
7	Federal revenues:	
8	Federal funds.....	232,400
9	Special revenue funds:	
10	Private funds.....	5,000,000
11	Clean Michigan initiative fund.....	29,100
12	Forest development fund.....	2,272,600
13	Forest land user charges.....	11,500
14	Forest recreation account.....	62,500
15	Game and fish protection fund.....	6,798,200
16	Game and fish protection fund - deer habitat reserve .	167,000
17	Game and fish protection fund - turkey permit fees ...	115,700
18	Game and fish protection fund - waterfowl fees.....	2,900
19	Game and fish protection fund - wildlife resource	
20	protection fund	26,500
21	Land exchange facilitation fund.....	5,949,700
22	Local public recreation facilities fund.....	89,800
23	Marine safety fund.....	381,900
24	Michigan natural resources trust fund.....	1,231,800
25	Michigan state parks endowment fund.....	745,100
26	Michigan state waterways fund.....	457,500
27	Nongame wildlife fund.....	23,000

1	Off-road vehicle trail improvement fund.....		73,500
2	Park improvement fund.....		1,235,300
3	Public use and replacement deed fees.....		30,600
4	Recreation improvement account.....		16,300
5	Snowmobile registration fee revenue.....		50,400
6	Snowmobile trail improvement fund.....		117,000
7	Sportsmen against hunger fund.....		400
8	State general fund/general purpose.....	\$	2,347,300
9	Sec. 105. COMMUNICATION AND CUSTOMER SERVICES		
10	Full-time equated classified positions.....	133.8	
11	Marketing and outreach--83.8 FTE positions.....		\$ 15,173,500
12	Michigan historical center--35.0 FTE positions.....		3,722,100
13	Special programs (Mann house)--1.0 FTE positions.....		25,500
14	Museum stores--6.0 FTE positions.....		498,000
15	Archives--8.0 FTE positions.....		875,800
16	Michigan wildlife council.....		<u>1,600,000</u>
17	GROSS APPROPRIATION.....		\$ 21,894,900
18	Appropriated from:		
19	Federal revenues:		
20	Federal funds.....		2,119,400
21	Special revenue funds:		
22	Private funds.....		390,300
23	Private - Mann house trust fund.....		15,000
24	Forest development fund.....		130,400
25	Forest recreation account.....		16,200
26	Game and fish protection fund.....		9,565,700
27	Game and fish protection fund - wildlife management		

1	public education fund		1,600,000
2	Game and fish protection fund - youth hunting and		
3	fishing education and outreach fund.....		92,600
4	History fees fund.....		229,300
5	Land exchange facilitation fund.....		45,400
6	Marine safety fund.....		35,100
7	Michigan heritage publications fund.....		38,800
8	Michigan state parks endowment fund.....		87,800
9	Michigan state waterways fund.....		145,000
10	Museum operations fund.....		498,000
11	Nongame wildlife fund.....		10,500
12	Off-road vehicle safety education fund.....		57,500
13	Off-road vehicle trail improvement fund.....		30,500
14	Park improvement fund.....		2,563,200
15	Recreation passport fees.....		23,500
16	Snowmobile registration fee revenue.....		62,200
17	Snowmobile trail improvement fund.....		44,700
18	Sportsmen against hunger fund.....		50,800
19	State general fund/general purpose.....	\$	4,043,000
20	Sec. 106. WILDLIFE MANAGEMENT		
21	Full-time equated classified positions.....	226.5	
22	Wildlife management--210.5 FTE positions.....		\$ 33,945,800
23	Natural resources heritage--9.0 FTE positions.....		967,600
24	State game and wildlife area maintenance--7.0 FTE		
25	positions		<u>1,225,700</u>
26	GROSS APPROPRIATION.....	\$	36,139,100
27	Appropriated from:		

1	Federal revenues:	
2	Federal funds.....	19,042,200
3	Special revenue funds:	
4	Private funds.....	186,500
5	Cervidae licensing and inspection fees.....	84,200
6	Forest development fund.....	76,700
7	Game and fish protection fund.....	11,664,000
8	Game and fish protection fund - deer habitat reserve.	1,837,300
9	Game and fish protection fund - turkey permit fees...	884,800
10	Game and fish protection fund - waterfowl fees.....	152,200
11	Nongame wildlife fund.....	422,800
12	State general fund/general purpose.....	\$ 1,788,400
13	Sec. 107. FISHERIES MANAGEMENT	
14	Full-time equated classified positions.....	227.5
15	Aquatic resource mitigation--2.0 FTE positions.....	\$ 975,400
16	Fish production--64.0 FTE positions.....	10,052,600
17	Fisheries resource management--161.5 FTE positions...	20,577,600
18	Cormorant population mitigation program.....	<u>100,000</u>
19	GROSS APPROPRIATION.....	\$ 31,705,600
20	Appropriated from:	
21	Federal revenues:	
22	Federal funds.....	11,061,600
23	Special revenue funds:	
24	Private funds.....	133,900
25	Game and fish protection fund.....	19,179,400
26	Game and fish protection fund - fisheries settlement.	945,100
27	Invasive species fund.....	30,300

1	State general fund/general purpose.....	\$	355,300
2	Sec. 108. LAW ENFORCEMENT		
3	Full-time equated classified positions.....		276.0
4	General law enforcement--276.0 FTE positions.....	\$	<u>39,963,800</u>
5	GROSS APPROPRIATION.....	\$	39,963,800
6	Appropriated from:		
7	Federal revenues:		
8	Federal funds.....		5,860,600
9	Special revenue funds:		
10	Cervidae licensing and inspection fees.....		52,700
11	Forest development fund.....		44,600
12	Forest recreation account.....		71,700
13	Game and fish protection fund.....		19,779,900
14	Game and fish protection fund - wildlife resource		
15	protection fund		1,039,300
16	Marine safety fund.....		1,318,100
17	Michigan state parks endowment fund.....		70,200
18	Michigan state waterways fund.....		21,300
19	Off-road vehicle safety education fund.....		95,900
20	Off-road vehicle trail improvement fund.....		1,634,100
21	Park improvement fund.....		71,700
22	Snowmobile registration fee revenue.....		666,500
23	State general fund/general purpose.....	\$	9,237,200
24	Sec. 109. PARKS AND RECREATION DIVISION		
25	Full-time equated classified positions.....		887.9
26	MacMullan conference center--15.0 FTE positions.....	\$	1,126,000
27	Recreational boating--163.5 FTE positions.....		17,176,700

1	State parks--661.4 FTE positions.....	62,347,200
2	Forest recreation and trails--48.0 FTE positions.....	5,715,700
3	State park improvement revenue bonds - debt service..	<u>1,175,700</u>
4	GROSS APPROPRIATION.....	\$ 87,541,300
5	Appropriated from:	
6	Interdepartmental grant revenues:	
7	IDG, MacMullan conference center revenue.....	1,126,000
8	Federal revenues:	
9	Federal funds.....	1,724,100
10	Special revenue funds:	
11	Private funds.....	421,900
12	Forest recreation account.....	1,969,200
13	Michigan state parks endowment fund.....	19,499,300
14	Michigan state waterways fund.....	16,061,800
15	Michigan trailways fund.....	15,300
16	Off-road vehicle safety education fund.....	7,200
17	Off-road vehicle trail improvement fund.....	1,409,700
18	Park improvement fund.....	41,246,500
19	Recreation improvement account.....	328,700
20	Recreation passport fees.....	268,400
21	Snowmobile registration fee revenue.....	15,600
22	Snowmobile trail improvement fund.....	1,431,500
23	State general fund/general purpose.....	\$ 2,016,100
24	Sec. 110. MACKINAC ISLAND STATE PARK COMMISSION	
25	Full-time equated classified positions..... 15.0	
26	Historical facilities system--13.0 FTE positions.....	\$ 1,848,200
27	Mackinac Island park operations--2.0 FTE positions...	<u>192,200</u>

1	GROSS APPROPRIATION.....	\$	2,040,400
2	Appropriated from:		
3	Special revenue funds:		
4	Mackinac Island state park fund.....		1,848,200
5	Mackinac Island state park operation fund.....		192,200
6	State general fund/general purpose.....	\$	0
7	Sec. 111. FOREST RESOURCES DIVISION		
8	Full-time equated classified positions.....	298.5	
9	Adopt-a-forest program.....	\$	25,000
10	Best management practices audit for water quality and		
11	forestry		125,000
12	Cooperative resource programs--11.0 FTE positions		1,328,600
13	Forest fire equipment.....		431,500
14	Forest management and timber market development--155.0		
15	FTE positions		23,333,900
16	Forest management initiatives--8.5 FTE positions		838,300
17	Minerals management--16.0 FTE positions		2,782,600
18	Wildfire protection--108.0 FTE positions		<u>13,307,400</u>
19	GROSS APPROPRIATION.....	\$	42,172,300
20	Appropriated from:		
21	Federal revenues:		
22	Federal funds.....		3,104,900
23	Special revenue funds:		
24	Private funds.....		1,038,700
25	Commercial forest fund.....		24,200
26	Fire equipment fund.....		663,300
27	Forest development fund.....		27,414,900

1	Forest land user charges.....		226,600
2	Game and fish protection fund.....		2,394,800
3	Michigan state parks endowment fund.....		2,615,800
4	Michigan state waterways fund.....		50,200
5	State general fund/general purpose.....	\$	4,638,900
6	Sec. 112. GRANTS		
7	Dam management grant program.....	\$	350,000
8	Deer habitat improvement partnership initiative.....		50,000
9	Federal - clean vessel act grants.....		400,000
10	Federal - forest stewardship grants.....		3,000,000
11	Federal - land and water conservation fund payments..		2,566,900
12	Federal - rural community fire protection.....		400,000
13	Federal - urban forestry grants.....		1,600,000
14	Fisheries habitat improvement grants.....		1,500,000
15	Grants to communities - federal oil, gas, and timber		
16	payments		3,450,000
17	Grants to counties - marine safety.....		2,874,700
18	National recreational trails.....		3,900,000
19	Off-road vehicle safety training grants.....		29,200
20	Off-road vehicle trail improvement grants.....		2,776,400
21	Recreation improvement fund grants.....		657,100
22	Recreation passport local grants.....		1,000,000
23	Snowmobile law enforcement grants.....		380,100
24	Snowmobile local grants program.....		7,340,400
25	Trail easements.....		700,000
26	Wildlife habitat improvement grants.....		1,500,000
27	Wildlife habitat improvement grants in state forests.		<u>500,000</u>

1	GROSS APPROPRIATION.....	\$	34,974,800
2	Appropriated from:		
3	Federal revenues:		
4	Federal funds.....		16,884,300
5	Special revenue funds:		
6	Private funds.....		100,000
7	Game and fish protection fund.....		3,500,000
8	Game and fish protection fund - deer habitat reserve .		50,000
9	Local public recreation facilities fund.....		1,000,000
10	Marine safety fund.....		1,207,300
11	Off-road vehicle safety education fund.....		29,200
12	Off-road vehicle trail improvement fund.....		2,776,400
13	Permanent snowmobile trail easement fund.....		700,000
14	Recreation improvement account.....		657,100
15	Snowmobile registration fee revenue.....		380,100
16	Snowmobile trail improvement fund.....		7,340,400
17	State general fund/general purpose.....	\$	350,000
18	Sec. 113. INFORMATION TECHNOLOGY		
19	Information technology services and projects.....	\$	<u>10,179,600</u>
20	GROSS APPROPRIATION.....	\$	10,179,600
21	Appropriated from:		
22	Special revenue funds:		
23	Commercial forest fund.....		4,400
24	Forest development fund.....		1,491,700
25	Forest land user charges.....		38,400
26	Forest recreation account.....		71,700
27	Game and fish protection fund.....		3,919,800

1	Game and fish protection fund - deer habitat reserve .	83,000
2	Game and fish protection fund - turkey permit fees ...	65,000
3	Game and fish protection fund - waterfowl fees	3,600
4	Game and fish protection fund - wildlife resource	
5	protection fund	40,800
6	Game and fish protection fund - youth hunting and	
7	fishing education and outreach.....	3,500
8	Land exchange facilitation fund.....	85,700
9	Marine safety fund.....	94,300
10	Michigan natural resources trust fund.....	22,000
11	Michigan state parks endowment fund.....	1,150,900
12	Michigan state waterways fund.....	397,600
13	Michigan trailways fund.....	100
14	Nongame wildlife fund.....	41,000
15	Off-road vehicle safety education fund.....	10,400
16	Off-road vehicle trail improvement fund.....	16,100
17	Park improvement fund.....	1,348,700
18	Recreation improvement account.....	19,200
19	Snowmobile registration fee revenue.....	32,400
20	Snowmobile trail improvement fund.....	80,400
21	Sportsmen against hunger fund.....	600
22	State general fund/general purpose.....	\$ 1,158,300
23	Sec. 114. CAPITAL OUTLAY	
24	(a) STATE PARK AND FOREST AREA IMPROVEMENTS	
25	State parks repair and maintenance.....	\$ 9,875,000
26	Wetland restoration, enhancement and acquisition.....	<u>3,000,000</u>
27	GROSS APPROPRIATION.....	\$ 12,875,000

1	Appropriated from:	
2	Special revenue funds:	
3	State park private funds.....	2,500,000
4	Game and fish protection fund - waterfowl hunt stamp .	3,000,000
5	Michigan state parks endowment fund.....	3,000,000
6	Recreation passport fees.....	3,000,000
7	State general fund/general purpose.....	\$ 1,375,000
8	(b) WATERWAYS BOATING PROGRAM	
9	State harbors and boating access sites:	
10	State infrastructure improvement and land acquisition	\$ 2,200,000
11	East Tawas state harbor, Iosco County, harbor	
12	renovation, dock replacements, dredging, fueling	
13	station, new electrical/utilities, phase I (total	
14	authorized cost is increased from \$70,000 to	
15	\$3,120,000; federal share is increased from \$0 to	
16	\$1,550,000; state share is increased from \$70,000 to	
17	\$1,570,000)	3,050,000
18	Local harbors and boating access sites:	
19	Infrastructure improvements - local projects.....	250,000
20	Naubinway, Mackinac County, breakwater protection,	
21	dredging, and engineering, phase II (total	
22	authorized cost will increase from \$300,000 to	
23	\$1,800,000; state share will increase from \$210,000	
24	to \$1,710,000; local share is \$90,000).....	<u>1,500,000</u>
25	GROSS APPROPRIATION.....	\$ 7,000,000
26	Appropriated from:	
27	Federal revenues:	

House Bill No. 5313 (H-1) as amended May 6, 2014

1	Federal funds.....		2,425,000
2	Special revenue funds:		
3	Michigan state waterways fund.....		4,575,000
4	State general fund/general purpose.....	\$	0
5	Sec. 115. ONE-TIME BASIS APPROPRIATIONS		
6	Invasive species prevention and control [] ...	\$	2,000,000
7	Great Lakes research vessel.....		<u>2,000,000</u>
8	GROSS APPROPRIATION.....	\$	4,000,000
9	Appropriated from:		
10	Private funds.....		500,000
11	Game and fish protection fund.....		500,000
12	State general fund/general purpose.....	\$	3,000,000

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FOR FISCAL YEAR 2014-2015

GENERAL SECTIONS

Sec. 201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state resources under part 1 for fiscal year 2014-2015 is \$292,589,500.00 and state spending from state resources to be paid to local units of government for fiscal year 2014-2015 is \$5,123,300.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

- DEPARTMENT OF NATURAL RESOURCES
- GRANTS

House Bill No. 5313 (H-1) as amended May 6, 2014

1	Dam management grant program.....	\$	175,000
2	Grants to counties - marine safety.....		1,207,300
3	Off-road vehicle safety training grants.....		29,200
4	Off-road vehicle trail improvement grants.....		516,000
5	Recreation improvement fund grants.....		65,700
6	Recreation passport local grants.....		1,000,000
7	Snowmobile law enforcement grants.....		380,100
8	CAPITAL OUTLAY		
9	Waterways boating program.....	\$	1,750,000
10	TOTAL.....	\$	<u>5,123,300</u>

11 Sec. 202. The appropriations authorized under this part and
 12 part 1 are subject to the management and budget act, 1984 PA 431,
 13 MCL 18.1101 to 18.1594.

14 Sec. 203. As used in this part and part 1:

- 15 (a) "Commission" means the natural resources commission.
- 16 (b) "Department" means the department of natural resources.
- 17 (c) "FTE" means full-time equated.
- 18 (d) "IDG" means interdepartmental grant.
- 19 (e) "IDT" means intradepartmental transfer.

[Sec. 204. (1) For each new program or program increase for which funds are appropriated in part 1, the department shall report the following to the house and senate appropriations committees, the house and senate fiscal agencies, and the state budget director:

(a) By November 1, 2014, a list of specific benchmarks intended to measure the performance or return on taxpayer investment of the program and its associated expenditures.

(b) By March 1, 2015, an update on the progress of the program and the status of expenditures for the program as measured by those benchmarks.

(2) It is the intent of the legislature that, beginning with the budget for the fiscal year ending September 30, 2016, any proposal for a new program or spending increase on existing programs initiated by the executive branch or the legislature shall include, as part of the original proposal or budget request, a specific list of benchmarks intended to measure the performance or return on taxpayer investment of the program or spending increase.]

20 Sec. 205. Unless otherwise specified, the department shall use
 21 the Internet to fulfill the reporting requirements of this part.

22 This requirement may include transmission of reports via electronic
 23 mail to the recipients identified for each reporting requirement,
 24 or it may include placement of reports on an Internet or Intranet
 25 site.

26 Sec. 206. Appropriations of state restricted game and fish
 27 protection funds have been made in the following amounts to the

1 following departments and agencies in their respective
2 appropriation acts:

3	Legislative auditor general.....	\$	30,100
4	Attorney general.....		838,000
5	Department of technology, management, and budget.....		565,000
6	Department of treasury.....		2,454,000

7 Sec. 207. Pursuant to section 43703(3) of the natural
8 resources and environmental protection act, 1994 PA 451, MCL
9 324.43703, there is appropriated from the game and fish protection
10 trust fund to the game and fish protection account of the Michigan
11 conservation and recreation legacy fund, \$6,000,000.00 for the
12 fiscal year ending September 30, 2015.

13 Sec. 210. Funds appropriated in part 1 shall not be used for
14 the purchase of foreign goods or services, or both, if
15 competitively priced and of comparable quality American goods or
16 services, or both, are available. Preference shall be given to
17 goods or services, or both, manufactured or provided by Michigan
18 businesses if they are competitively priced and of comparable
19 quality. In addition, preference should be given to goods or
20 services, or both, that are manufactured or provided by Michigan
21 businesses owned and operated by veterans, if they are
22 competitively priced and of comparable quality.

23 Sec. 211. The director of the department shall take all
24 reasonable steps to ensure businesses in deprived and depressed
25 communities compete for and perform contracts to provide services
26 or supplies, or both. The director shall strongly encourage firms
27 with which the department contracts to subcontract with certified

1 businesses in depressed and deprived communities for services,
2 supplies, or both.

3 Sec. 212. The department shall not take disciplinary action
4 against an employee for communicating with a member of the
5 legislature or his or her staff.

6 Sec. 214. Funds appropriated in this part and part 1 shall not
7 be used by a principal executive department, state agency, or
8 authority to hire a person to provide legal services that are the
9 responsibility of the attorney general. This prohibition does not
10 apply to legal services for bonding activities and for those
11 outside services that the attorney general authorizes.

12 Sec. 215. (1) In addition to the funds appropriated in part 1,
13 there is appropriated an amount not to exceed \$3,000,000.00 for
14 federal contingency funds. These funds are not available for
15 expenditure until they have been transferred to another line item
16 in part 1 under section 393(2) of the management and budget act,
17 1984 PA 431, MCL 18.1393.

18 (2) In addition to the funds appropriated in part 1, there is
19 appropriated an amount not to exceed \$10,000,000.00 for state
20 restricted contingency funds. These funds are not available for
21 expenditure until they have been transferred to another line item
22 in part 1 under section 393(2) of the management and budget act,
23 1984 PA 431, MCL 18.1393.

24 (3) In addition to the funds appropriated in part 1, there is
25 appropriated an amount not to exceed \$100,000.00 for local
26 contingency funds. These funds are not available for expenditure
27 until they have been transferred to another line item in part 1

1 under section 393(2) of the management and budget act, 1984 PA 431,
2 MCL 18.1393.

3 (4) In addition to the funds appropriated in part 1, there is
4 appropriated an amount not to exceed \$1,000,000.00 for private
5 contingency funds. These funds are not available for expenditure
6 until they have been transferred to another line item in part 1
7 under section 393(2) of the management and budget act, 1984 PA 431,
8 MCL 18.1393.

9 Sec. 217. The department and agencies receiving appropriations
10 in part 1 shall receive and retain copies of all reports funded
11 from appropriations in part 1. Federal and state guidelines for
12 short-term and long-term retention of records shall be followed.
13 The department may electronically retain copies of reports unless
14 otherwise required by federal and state guidelines.

15 Sec. 218. The departments and agencies receiving
16 appropriations in part 1 shall prepare a report on out-of-state
17 travel expenses not later than January 1 of each year. The travel
18 report shall be a listing of all travel by classified and
19 unclassified employees outside this state in the immediately
20 preceding fiscal year that was funded in whole or in part with
21 funds appropriated in the department's budget. The report shall be
22 submitted to the senate and house appropriations committees, the
23 house and senate fiscal agencies, and the state budget director.
24 The report shall include the following information:

25 (a) The dates of each travel occurrence.

26 (b) The total transportation and related costs of each travel
27 occurrence, including the proportion funded with state general

1 fund/general purpose revenues, the proportion funded with state
2 restricted revenues, the proportion funded with federal revenues,
3 and the proportion funded with other revenues.

4 Sec. 220. Not later than November 30, the state budget office
5 shall prepare and transmit a report that provides for estimates of
6 the total general fund/general purpose appropriation lapses at the
7 close of the fiscal year. This report shall summarize the projected
8 year-end general fund/general purpose appropriation lapses by major
9 departmental program or program areas. The report shall be
10 transmitted to the chairpersons of the senate and house
11 appropriations committees, and the senate and house fiscal
12 agencies.

13 Sec. 222. Within 14 days after the release of the executive
14 budget recommendation, the department shall cooperate with the
15 state budget office to provide the senate and house appropriations
16 chairs, the senate and house appropriations subcommittees chairs,
17 and the senate and house fiscal agencies with an annual report on
18 estimated state restricted fund balances, state restricted fund
19 projected revenues, and state restricted fund expenditures for the
20 fiscal years ending September 30, 2014 and September 30, 2015.

21 Sec. 223. Before January 31, 2015, the department, in
22 cooperation with the Michigan state waterways commission, shall
23 provide to the state budget director, the senate and house
24 appropriations subcommittees on natural resources, and the senate
25 and house fiscal agencies a list of projects completed by the
26 commission in fiscal year 2013-2014, including the county and
27 municipality in which each project is located.

House Bill No. 5313 (H-1) as amended May 6, 2014

1 Sec. 233. On a quarterly basis, the department shall report on
2 the number of FTEs in pay status by civil service classification to
3 the senate and house appropriations subcommittees on natural
4 resources and environment and the senate and house fiscal agencies.

5 Sec. 234. The department shall cooperate with the department
6 of technology, management, and budget to maintain a searchable
7 website accessible by the public at no cost that includes, but is
8 not limited to, all of the following:

9 (a) Fiscal year-to-date expenditures by category.

10 (b) Fiscal year-to-date expenditures by appropriation unit.

11 (c) Fiscal year-to-date payments to a selected vendor,
12 including the vendor name, payment date, payment amount, and
13 payment description.

14 (d) The number of active department employees by job
15 classification.

16 (e) Job specifications and wage rates.

17 Sec. 235. The department shall maintain, on a publicly
18 accessible website, a department scorecard that identifies, tracks,
19 and regularly updates key metrics that are used to monitor and
20 improve the agency's performance.

21 Sec. 237. Total authorized appropriations from all sources
22 under part 1 for legacy costs for the fiscal year ending September
23 30, 2015 is \$46,680,700.00. From this amount, total agency
24 appropriations for pension-related legacy costs are estimated at
25 \$26,090,800.00. Total agency appropriations for retiree health care
26 legacy costs are estimated at \$20,589,900.00.

DEPARTMENT INITIATIVES

Sec. 251. From the amounts appropriated in part 1 for invasive species prevention and control, the department shall allocate not less than \$4,400,000.00 for grants for the prevention, detection, eradication, and control of invasive species.

1 DEPARTMENT SUPPORT SERVICES

2 Sec. 302. The department may charge land acquisition projects
3 appropriated for the fiscal year ending September 30, 2015, and for
4 prior fiscal years, a standard percentage fee to recover actual
5 costs, and may use the revenue derived to support the land
6 acquisition service charges provided for in part 1.

7 Sec. 303. As appropriated in part 1, the department may charge
8 both application fees and transaction fees related to the exchange
9 or sale of state-owned land or rights in land authorized by part 21
10 of the natural resources and environmental protection act, 1994 PA
11 451, MCL 324.2101 to 324.2162. The fees shall be set by the
12 director of the department at a rate which allows the department to
13 recover its costs for providing these services.

14 COMMUNICATION AND CUSTOMER SERVICES

15 Sec. 404. For the purposes of administering the museum store
16 as provided in section 7a of 1913 PA 271, MCL 399.7a, the
17 department is exempt from section 261 of the management and budget
18 act, 1984 PA 431, MCL 18.1261.

19 Sec. 405. As appropriated in part 1, proceeds in excess of
20 costs incurred in the conduct of auctions, sales, or transfers of
21 artifacts no longer considered suitable for the collections of the
22 state historical museum may be expended upon receipt for additional
23 material for the collection. The department shall notify the
24 chairpersons, vice chairpersons, and minority vice chairpersons of
25 the senate and house appropriations subcommittees on natural
26 resources 1 week prior to any auctions or sales. Any unexpended

1 funds may be carried forward into the next succeeding fiscal year.

2 Sec. 406. As appropriated in part 1, funds collected by the
3 department for historical markers; document reproduction and
4 services; conferences, admissions, workshops, and training classes;
5 and the use of specialized equipment, facilities, exhibits,
6 collections, and software shall be used for expenses necessary to
7 provide the required services. The department may charge fees for
8 these services, including admission fees. Any unexpended funds may
9 be carried forward into the next succeeding fiscal year.

10 Sec. 408. By October 21, 2014, the department shall submit to
11 the senate and house appropriations subcommittees on natural
12 resources a report on all land transactions approved by the
13 commission in the fiscal year ending September 30, 2014. For each
14 land transaction, the report shall include the size of the parcel,
15 the county and municipality in which the parcel is located, the
16 dollar amount of the transaction, the fund source affected by the
17 transaction, and whether the transaction is by purchase, public
18 auction, transfer, exchange, or conveyance.

19 Sec. 409. By January 1, 2015, the department shall produce a
20 report identifying active oil and gas leases entered into before
21 July 1995 which are larger than 160 acres in size and where the
22 acreage held in a producing unit is less than or equal to 1/4 of
23 the total lease acreage.

24 **WILDLIFE DIVISION**

25 Sec. 503. From the funds appropriated in part 1, the
26 department shall produce a report detailing any efforts undertaken

1 to enforce the invasive species order on swine raised under the
2 husbandry of residents of this state. The report shall include fund
3 sources used and the amount of expenditures and shall be submitted
4 to the legislature by December 31, 2014.

5 Sec. 504. From the funds appropriated in part 1, the
6 department shall provide a report to the legislature on the use of
7 registration fees collected from privately owned cervid operations.
8 Appropriations in part 1 from cervidae licensing and inspection
9 fees shall be used only for work directly related to the regulation
10 of privately owned cervids in this state.

11 **FISHERIES DIVISION**

12 Sec. 601. (1) From the appropriation in part 1 for aquatic
13 resource mitigation, not more than \$758,000.00 shall be allocated
14 for grants to watershed councils, resource development councils,
15 soil conservation districts, local governmental units, and other
16 nonprofit organizations for stream habitat stabilization and soil
17 erosion control.

18 (2) The fisheries division in the department shall develop
19 priority and cost estimates for all projects recommended for grants
20 under subsection (1).

21 Sec. 602. As a condition of expenditure of fisheries
22 management appropriations under part 1, the department shall not
23 impede the certification process for water control structures on
24 Michigan waterways. The department of natural resources shall fund
25 from funds appropriated in part 1 all non-water-quality studies or
26 requirements that the department requests of either of the

1 following:

2 (a) The department of environmental quality as a condition for
3 issuance of a certification under section 401 of the federal water
4 pollution control act, 33 USC 1341.

5 (b) The federal energy regulatory commission as a condition of
6 licensing under the federal power act, 16 USC 791a to 825r.

7 **PARKS AND RECREATION DIVISION**

8 Sec. 702. The department shall notify the house and senate
9 appropriations subcommittees on natural resources and the house and
10 senate fiscal agencies if it intends to reduce operations or reduce
11 recreation opportunities in any state park or recreation area.

12 **FOREST RESOURCES DIVISION**

13 Sec. 802. Of the funds appropriated in part 1, the department
14 shall, subject to the forest certification process, prescribe
15 treatment on 79,000 acres, prepare appropriate treatment for not
16 less than 67,500 acres at the current average rate of 12.5 to 15
17 cords per acre, and offer those cords for sale in the 2014-2015
18 fiscal year, provided that the department shall take into
19 consideration the impact of timber harvesting on wildlife habitat
20 and recreation uses. The department shall, subject to the forest
21 certification process, increase marking or treatment of hardwood
22 timber for sale and harvest by 10% over 2013-2014 fiscal year
23 levels. In addition, the department shall take into consideration
24 silvicultural analysis and report annually to the legislature on
25 plans and efforts to address factors limiting management of timber.

1 The department shall increase the number of prepared acres if it
2 appears that regional market demand requires increased volumes of
3 harvested timber. The department shall provide quarterly reports on
4 the number of acres treated, pursuant to this section, to the
5 senate and house appropriations subcommittees on natural resources
6 and the standing committees of the senate and house of
7 representatives with primary responsibility for natural resources
8 issues. The department shall complete and deliver these reports no
9 later than 45 days after the end of the fiscal quarter.

10 Sec. 803. In addition to the money appropriated in part 1, the
11 department may receive and expend money from federal sources for
12 the purpose of providing response to wildfires as required by a
13 compact with the federal government. If additional expenditure
14 authorization is required, the department shall notify the state
15 budget office that expenditure under this section is required. The
16 department shall notify the house and senate appropriations
17 subcommittees on natural resources and the house and senate fiscal
18 agencies of the expenditures under this section by November 1,
19 2015.

20 Sec. 805. The department shall spend amounts appropriated in
21 part 1 for forest-related activities to employ or contract for
22 sufficient foresters to mark timber, pursuant to section 802.

23 Sec. 807. (1) In addition to the funds appropriated in part 1,
24 there is appropriated from the disaster and emergency contingency
25 fund up to \$800,000.00 to cover costs related to any disaster as
26 defined in section 2 of the emergency management act, 1976 PA 390,
27 MCL 30.402.

1 (2) Funds appropriated under subsection (1) shall not be
2 expended unless the state budget director recommends the
3 expenditure and the department notifies the house and senate
4 committees on appropriations. By December 1 each year, the
5 department shall provide a report to the senate and house fiscal
6 agencies and the state budget office on the use of the disaster and
7 emergency contingency fund during the prior fiscal year.

8 (3) If federal emergency management agency (FEMA)
9 reimbursement is approved for costs paid from the disaster and
10 emergency contingency fund, the federal revenue shall be deposited
11 into the disaster and emergency contingency fund.

12 (4) Unexpended and unencumbered funds remaining in the
13 disaster and emergency contingency fund at the close of the fiscal
14 year shall not lapse to the general fund and shall be carried
15 forward and be available for expenditures in subsequent fiscal
16 years.

17 Sec. 808. The funds appropriated in part 1 for best management
18 practices audit for water quality and forestry shall be used by the
19 department to work with public and private forestland owners to
20 conduct site visits and prepare an analysis and audit of statewide
21 best management practices for water quality and related forest
22 ecosystems, including native plant and animal species and wildlife
23 habitat.

24 **LAW ENFORCEMENT**

25 Sec. 901. The appropriation in part 1 for snowmobile law
26 enforcement grants shall be used by the department to provide

1 grants to county law enforcement agencies to enforce part 821 of
2 the natural resources and environmental protection act, 1994 PA
3 451, MCL 324.82101 to 324.82160, including rules promulgated under
4 that part and ordinances enacted pursuant to that part. The
5 department shall consider the number of enforcement hours and the
6 number of miles of snowmobile trails in each county in allocating
7 these grants. Any funds not distributed to counties revert back to
8 the snowmobile registration fee subaccount created under section
9 82111 of the natural resources and environmental protection act,
10 1994 PA 451, MCL 324.82111. Counties shall provide semiannual
11 reports to the department on the use of grant money received under
12 this section.

13 Sec. 902. The department shall provide a report on the marine
14 safety grant program to the senate and house appropriations
15 subcommittees on natural resources and the senate and house fiscal
16 agencies by December 1, 2014. The report shall include the
17 following information for the preceding year: the total amount of
18 revenue received for watercraft registrations, the amount deposited
19 into the marine safety fund, and the expenditures made from the
20 marine safety fund, including the amounts expended for department
21 administration, other state agencies, the law enforcement division,
22 and grants to counties. The report shall also include the
23 distribution methodology used by the department to distribute the
24 marine safety grants and a list of the grants and the amounts
25 awarded by county.

26 **GRANTS**

1 Sec. 1001. Federal pass-through funds to local institutions
2 and governments that are received in amounts in addition to those
3 included in part 1 for grants to communities - federal oil, gas,
4 and timber payments and that do not require additional state
5 matching funds are appropriated for the purposes intended. By
6 November 30, 2014, the department shall report to the senate and
7 house appropriations subcommittees on natural resources, the senate
8 and house fiscal agencies, and the state budget director on all
9 amounts appropriated under this section during the fiscal year
10 ending September 30, 2014.

11 Sec. 1002. Subject to part 811 of the natural resources and
12 environmental protection act, 1994 PA 451, MCL 324.81101 to
13 324.81150, from the funds appropriated in part 1 for off-road
14 vehicle trail improvements grants, not less than \$980,000.00 shall
15 be spent on the development of new trails in accordance with the
16 off-road vehicle trail expansion plan submitted to the legislature
17 pursuant to section 807 of article 14 of 2005 PA 154.

18 **CAPITAL OUTLAY**

19 Sec. 1101. The appropriation made in part 1 for the harbors
20 and docks program is for the purpose of participating with the
21 federal government and assisting local units of government, public
22 colleges and universities, or other governmental entities in this
23 state with the construction and improvement of recreational boating
24 facilities within this state. Subject to the approval of the state
25 administrative board, this money shall be allocated by the
26 department to the federal government, or to the governmental

1 entities involved in the particular projects. An allocation shall
2 not exceed the state portion as listed with each project
3 description. The department shall take the steps necessary to match
4 federal money available for the construction and improvement of
5 recreational boating facilities within the state, and to meet
6 requirements of the federal government.

7 Sec. 1102. (1) The director of the department shall allocate
8 capital outlay lump-sum appropriations to the department made in
9 part 1 consistent with statutory provisions and the purposes for
10 which funds were appropriated. Lump-sum allocations shall address
11 priority program or facility needs and may include, but are not
12 limited to, design, construction, remodeling and addition, special
13 maintenance, major special maintenance, energy conservation, and
14 demolition.

15 (2) The state budget director may authorize that funds
16 appropriated for lump-sum appropriations shall be available for no
17 more than 3 fiscal years following the fiscal year in which the
18 original appropriation was made. Any remaining balance from
19 allocations made in this section shall lapse to the fund from which
20 it was appropriated pursuant to the lapsing of funds as provided in
21 the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

22 Sec. 1103. The appropriations in part 1 for capital outlay
23 shall be carried forward at the end of the fiscal year consistent
24 with the provisions of section 248 of the management and budget
25 act, 1984 PA 431, MCL 18.1248.

26 Sec. 1104. The department shall seek reimbursement from the
27 United States army corps of engineers for costs related to the

1 emergency dredging of harbors under the jurisdiction of the corps
2 of engineers. If the corps of engineers reimburses this state for
3 any costs incurred from the appropriation for emergency dredging,
4 the federal revenue shall be deposited in the waterways account of
5 the Michigan conservation and recreation legacy fund established
6 under section 40 of article IX of the state constitution of 1963.

7 PART 2A

8 PROVISIONS CONCERNING ANTICIPATED APPROPRIATIONS

9 FOR FISCAL YEAR 2015-2016

10 GENERAL SECTIONS

11 Sec. 1201. It is the intent of the legislature to provide
12 appropriations for the fiscal year ending on September 30, 2016 for
13 the line items listed in part 1. The fiscal year 2015-2016
14 appropriations are anticipated to be the same as those for fiscal
15 year 2014-2015, except that the line items will be adjusted for
16 changes in caseload and related costs, federal fund match rates,
17 economic factors, and available revenue. These adjustments will be
18 determined after the January 2015 consensus revenue estimating
19 conference.

20 Sec. 1202. It is the intent of the legislature that the
21 department identify the amounts for normal retirement costs and
22 legacy retirement costs for the fiscal year ending on September 30,
23 2016 for the line items listed in part 1.

ARTICLE XVI

DEPARTMENT OF STATE POLICE

PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. There is appropriated for the department of state police for the fiscal year ending September 30, 2015, from the following funds:

DEPARTMENT OF STATE POLICE

APPROPRIATION SUMMARY

Full-time equated unclassified positions.....	3.0	
Full-time equated classified positions.....	3,070.0	
GROSS APPROPRIATION.....		\$ 634,323,000
Total interdepartmental grants and intradepartmental transfers		26,233,200
Schedule of interdepartmental grants and intradepartmental transfers revenue sources:		
IDG-MDOC, contract	340,100	
IDG-MDOS	364,500	
IDG-MDOT, state trunkline fund.....	11,433,400	
IDG-MDTR, casino gaming fees	6,134,100	
IDG-MDTR, emergency telephone fund coordinator	677,000	
IDG-MDTR, emergency telephone fund operations	742,200	
IDG, training academy changes.....	2,814,400	
IDT, auto theft funds	761,000	
IDT, Michigan justice training fund.....	1,050,000	
IDT, truck safety fund	1,916,500	

1	ADJUSTED GROSS APPROPRIATION.....	608,089,800
2	Total federal revenues.....	99,429,900
3	Schedule of federal revenue sources:	
4	DHS	51,914,400
5	DOJ	14,184,700
6	DOJ interest-bearing	8,141,600
7	DOT	23,563,700
8	Federal investigations - reimbursed	
9	services	1,088,300
10	Federal narcotics investigation revenues.....	537,200
11	Total local revenues.....	4,861,700
12	Schedule of local revenue sources:	
13	Local - AFIS fees	82,000
14	Local - LEIN fees	1,023,500
15	Local - reimbursed services	2,064,700
16	Local - school bus revenue	1,691,500
17	Total private revenues.....	77,200
18	Schedule of private revenue sources:	
19	Private donations	77,200
20	Total other state restricted revenues.....	124,800,000
21	Schedule of restricted revenue sources:	
22	Auto theft prevention fund	7,298,700
23	Concealed weapons enforcement fee.....	100,000
24	CJIC service fees	21,560,400
25	Drunk driving prevention and training fund.	1,445,600
26	Forensic science reimbursement fees.....	1,525,600
27	Forfeiture funds	99,100

1	Hazardous materials training center fees...	1,183,200	
2	Highway safety fund	13,624,300	
3	Licensing fees	9,100	
4	Michigan justice training fund.....	8,491,600	
5	Michigan merit award trust fund.....	793,900	
6	Motor carrier fees	4,687,600	
7	Narcotics investigation revenue.....	814,600	
8	Nuclear plant emergency planning		
9	reimbursement	2,671,900	
10	Precision driving track fees	323,500	
11	Reimbursed services	752,900	
12	Rental of department aircraft.....	59,400	
13	Secondary road patrol and training fund...	12,275,900	
14	Sex offenders registration fund.....	609,800	
15	State forensic laboratory fund.....	1,767,600	
16	State police service fees	2,288,700	
17	State services fee fund	7,990,900	
18	Tobacco tax revenue	4,438,600	
19	Traffic crash revenue	335,400	
20	Traffic law enforcement and safety fund...	26,732,000	
21	Trooper school recruitment fund.....	901,100	
22	Truck driver safety fund	2,018,600	
23	State general fund/general purpose		\$ 378,921,000
24	State general fund/general purpose schedule:		
25	Ongoing state general fund/general purpose.....		366,123,500
26	One-time state general fund/general purpose.....		12,797,500
27	Sec. 102. EXECUTIVE AND DEPARTMENTAL SERVICES		

1	Full-time equated unclassified positions.....	3.0		
2	Full-time equated classified positions.....	124.0		
3	Unclassified positions.....		\$	724,700
4	Executive and departmental services.....			89,788,500
5	Schedule of programs:			
6	State executive security	5,142,600		
7	Departmental services	84,645,900		
8	GROSS APPROPRIATION		\$	90,513,200
9	Appropriated from:			
10	IDG/IDT revenues.....			1,407,300
11	Federal revenues.....			9,858,100
12	Local revenues.....			1,117,300
13	State restricted revenues.....			19,415,100
14	State general fund/general purpose.....		\$	58,715,400
15	Sec. 103. LAW ENFORCEMENT SERVICES			
16	Full-time equated classified positions.....	484.0		
17	Law enforcement services.....		\$	86,776,200
18	Schedule of programs:			
19	Criminal justice information systems.....	15,880,900		
20	Commission on law enforcement standards...	10,063,600		
21	Training	12,675,900		
22	Scientific analysis and identification....	48,155,800		
23	GROSS APPROPRIATION.....		\$	86,776,200
24	Appropriated from:			
25	IDG/IDT revenues.....			5,508,100
26	Federal revenues.....			9,077,700
27	State restricted revenues.....			34,529,000

1	State general fund/general purpose.....	\$	37,661,400
2	Sec. 104. FIELD SERVICES		
3	Full-time equated classified positions.....		1,971.0
4	Field services.....	\$	302,480,700
5	Schedule of programs:		
6	General law enforcement and traffic		
7	safety		241,349,700
8	Criminal investigation		61,131,000
9	GROSS APPROPRIATION.....	\$	302,480,700
10	Appropriated from:		
11	IDG/IDT revenues.....		6,717,200
12	Federal revenues.....		7,719,500
13	Local revenues.....		2,064,700
14	State restricted revenues.....		47,802,000
15	State general fund/general purpose.....	\$	238,177,300
16	Sec. 105. SPECIALIZED SERVICES		
17	Full-time equated classified positions.....		491.0
18	Specialized services.....	\$	140,505,400
19	Schedule of programs:		
20	Special operations		26,124,700
21	Commercial vehicle enforcement.....		27,704,900
22	Highway safety planning		27,197,500
23	Emergency management and homeland security		59,478,300
24	GROSS APPROPRIATION.....	\$	140,505,400
25	Appropriated from:		
26	Interdepartmental grant revenues.....		12,600,600
27	Federal revenues.....		72,774,600

1	Local revenues.....		1,679,700
2	Private revenues.....		77,200
3	State restricted revenues.....		21,803,900
4	State general fund/general purpose.....	\$	31,569,400
5	Sec. 106. ONE-TIME APPROPRIATIONS		
6	One-time appropriations.....	\$	14,047,500
7	Schedule of programs:		
8	Trooper school	5,700,000	
9	Emergency support team vehicles.....	225,000	
10	Motor carrier school	2,022,300	
11	LEIN language conversion	350,000	
12	Electronic warrant system	750,000	
13	School safety technology and equipment		
14	grants	4,999,900	
15	Aviation support		
16	Supplemental 9-1-1 database	100	
17	Local law enforcement technology and equipment		
18	grants	100	
19	GROSS APPROPRIATION.....	\$	14,047,500
20	Appropriated from:		
21	State restricted revenues		1,250,000
22	State general fund/general purpose	\$	12,797,500

23 PART 2

24 PROVISIONS CONCERNING APPROPRIATIONS

25 FOR FISCAL YEAR 2014-2015

26 **GENERAL SECTIONS**

1 Sec. 201. Pursuant to section 30 of article IX of the state
 2 constitution of 1963, total state spending from state resources
 3 under part 1 for fiscal year 2014-2015 is \$503,721,000.00 and state
 4 spending from state resources to be paid to local units of
 5 government for fiscal year 2014-2015 is \$20,205,700.00. The
 6 itemized statement below identifies appropriations from which
 7 spending to local units of government will occur:

8 DEPARTMENT OF STATE POLICE

9	Law enforcement services.....	\$	3,576,400
10	Schedule of programs:		
11	Commission on law enforcement standards....		3,576,400
12	Specialized services.....	\$	11,629,200
13	Schedule of programs:		
14	Special operations		673,800
15	Highway safety planning		10,955,400
16	One-time appropriations.....	\$	5,000,100
17	Schedule of programs:		
18	School safety technology and equipment		
19	grants		5,000,000
20	Local law enforcement technology and		
21	equipment grants		100
22	TOTAL.....	\$	20,205,700

23 Sec. 202. The appropriations authorized under this part and
 24 part 1 are subject to the management and budget act, 1984 PA 431,
 25 MCL 18.1101 to 18.1594.

26 Sec. 203. As used in this part and part 1:

- 1 (a) "AFIS" means the automated fingerprint identification
2 system.
- 3 (b) "CFDA" means catalog of federal domestic assistance.
- 4 (c) "CJIC" means the criminal justice information center.
- 5 (d) "CJIS" means criminal justice information systems.
- 6 (e) "Core service" means that phrase as defined in section 373
7 of the management and budget act, 1984 PA 431, MCL 18.1373.
- 8 (f) "Department" means the department of state police.
- 9 (g) "DHS" means the United States department of homeland
10 security.
- 11 (h) "DNA" means deoxyribonucleic acid.
- 12 (i) "DOJ" means the United States department of justice.
- 13 (j) "DOT" means the United States department of
14 transportation.
- 15 (k) "DTMB" means the department of technology, management, and
16 budget.
- 17 (l) "FEMA" means the federal emergency management agency.
- 18 (m) "FTE" means full-time equated.
- 19 (n) "IDG" means interdepartmental grant.
- 20 (o) "IDT" means intradepartmental transfer.
- 21 (p) "LEIN" means the law enforcement information network.
- 22 (q) "MCOLES" means Michigan commission on law enforcement
23 standards.
- 24 (r) "MDCH" means the Michigan department of community health.
- 25 (s) "MDOC" means the Michigan department of corrections.
- 26 (t) "MDOS" means the Michigan department of state.
- 27 (u) "MDOT" means the Michigan department of transportation.

1 (v) "MDTR" means the Michigan department of treasury.

2 (w) "MPSCS" means Michigan public safety communications
3 system.

4 (x) "Subcommittees" means all members of the subcommittees of
5 the senate and house standing committees on appropriations with
6 jurisdiction over the budget for the department.

7 (y) "Work project" means that term as defined in section 404
8 of the management and budget act, 1984 PA 431, MCL 18.1404, and
9 that meets the criteria in section 451a(1) of the management and
10 budget act, 1984 PA 431, MCL 18.1451a.

11 Sec. 205. (1) The following shall constitute the
12 appropriations from part 1 for interdepartmental grant funds made
13 from the department to other departments:

14	Attorney general - operations.....	\$	352,700
15	Attorney general - justice training grant.....	\$	162,900
16	Environmental quality.....	\$	1,312,800
17	Judiciary - justice training grant.....	\$	814,400
18	Military and veterans affairs.....	\$	100,000
19	DTMB - building occupancy charges.....	\$	7,105,900
20	DTMB - accounting service center.....	\$	1,045,700
21	DTMB - information technology.....	\$	23,903,400

22 (2) Based on the availability of federal funding and the
23 demonstrated need as indicated by applications submitted to the
24 state court administrative office, the department shall provide
25 \$1,500,000.00 in Byrne justice assistance grant program funding to
26 the judiciary by interdepartmental grant.

27 Sec. 205a. Federal DHS revenue appropriated in part 1 may be

1 received from, but is not limited to, the following programs:
2 homeland security grant program (CFDA 97.067), national incident
3 management system (CFDA 97.107), buffer zone protection plan (CFDA
4 97.078), pre-disaster mitigation (CFDA 97.047), emergency
5 management performance grants (CFDA 97.042), hazard mitigation
6 (CFDA 97.039), disaster grants - public assistance (CFDA 97.036),
7 flood mitigation assistance (CFDA 97.029), and applied
8 meteorological research (CFDA 11.468).

9 Sec. 205b. Federal DOJ revenue appropriated in part 1 may be
10 received from, but is not limited to, the following programs:
11 national criminal history improvement program (CFDA 16.554), public
12 safety partnership and community policing (CFDA 16.710), violence
13 against women grants (CFDA 16.588), Paul Coverdell forensic
14 sciences improvement grant (CFDA 16.742), DNA backlog reduction
15 grants (CFDA 16.741), missing children's assistance program (CFDA
16 16.543), domestic cannabis eradication and suppression, bulletproof
17 vest partnership (CFDA 16.609), project safe neighborhoods (CFDA
18 16.609), Edward Byrne memorial justice assistance grants (CFDA
19 16.738), enforcing underage drinking laws program (CFDA 16.727),
20 the residential substance abuse treatment for state prisoners grant
21 program (CFDA 16.593), and the high intensity drug trafficking
22 areas program (CFDA 95.001).

23 Sec. 205c. Federal DOT revenue appropriated in part 1 may be
24 received from, but is not limited to, the following programs: state
25 and community highway safety (CFDA 20.600), motor carrier safety
26 assistance (CFDA 20.218), new entrant safety assurance program
27 (CFDA 20.218), and border enforcement grant program (CFDA 20.233).

1 Sec. 206. (1) In addition to the funds appropriated in part 1,
2 there is appropriated an amount not to exceed \$10,000,000.00 for
3 federal contingency funds. These funds are not available for
4 expenditure until they have been transferred to another line item
5 in part 1 under section 393(2) of the management and budget act,
6 1984 PA 431, MCL 18.1393.

7 (2) In addition to the funds appropriated in part 1, there is
8 appropriated an amount not to exceed \$3,500,000.00 for state
9 restricted contingency funds. These funds are not available for
10 expenditure until they have been transferred to another line item
11 in part 1 under section 393(2) of the management and budget act,
12 1984 PA 431, MCL 18.1393.

13 (3) In addition to the funds appropriated in part 1, there is
14 appropriated an amount not to exceed \$1,000,000.00 for local
15 contingency funds. These funds are not available for expenditure
16 until they have been transferred to another line item in part 1
17 under section 393(2) of the management and budget act, 1984 PA 431,
18 MCL 18.1393.

19 (4) In addition to the funds appropriated in part 1, there is
20 appropriated an amount not to exceed \$200,000.00 for private
21 contingency funds. These funds are not available for expenditure
22 until they have been transferred to another line item in part 1
23 under section 393(2) of the management and budget act, 1984 PA 431,
24 MCL 18.1393.

25 Sec. 207. The department shall cooperate with the department
26 of technology, management, and budget to maintain a searchable
27 website that is accessible by the public at no cost that includes,

1 but is not limited to, all of the following:

2 (a) Fiscal year-to-date expenditures by category.

3 (b) Fiscal year-to-date expenditures by appropriation unit.

4 (c) Fiscal year-to-date payments to a selected vendor,
5 including the vendor name, payment date, payment amount, and
6 payment description.

7 (d) The number of active department employees by job
8 classification.

9 (e) Job specifications and wage rates.

10 Sec. 208. The department and agencies receiving appropriations
11 in part 1 shall use the Internet to fulfill the reporting
12 requirements of this part. This requirement may include
13 transmission of reports via electronic mail to the recipients
14 identified for each reporting requirement, or it may include
15 placement of reports on an Internet or Intranet site.

16 Sec. 209. Funds appropriated in part 1 and this part shall not
17 be used for the purchase of foreign goods or services, or both, if
18 competitively priced and of comparable quality American goods or
19 services, or both, are available. Preference shall be given to
20 goods or services, or both, manufactured or provided by Michigan
21 businesses, if they are competitively priced and of comparable
22 quality. In addition, preference shall be given to goods or
23 services, or both, that are manufactured or provided by Michigan
24 businesses owned and operated by veterans, if they are
25 competitively priced and of comparable quality. In addition,
26 preference shall be given to goods or services, or both, that are
27 manufactured or provided by Michigan small businesses that have

1 veterans compose at least 35% of their total workforce. As used in
2 this section:

3 (a) "Small business" means that term as defined in section 7a
4 of the administrative procedures act of 1969, 1969 PA 306, MCL
5 24.207a.

6 (b) "Veteran" means that term as defined in section 261 of the
7 management and budget act, 1984 PA 431, MCL 18.1261.

8 Sec. 210. The department shall take all reasonable steps to
9 ensure businesses in deprived and depressed communities compete for
10 and perform contracts to provide services or supplies, or both, for
11 the department. The director of the department shall strongly
12 encourage firms with which the department contracts to subcontract
13 with certified businesses in depressed and deprived communities for
14 services or supplies, or both.

15 Sec. 215. A department or state agency shall not take
16 disciplinary action against an employee for communicating with a
17 member of the legislature or his or her staff.

18 Sec. 216. (1) Notwithstanding any other provision of this
19 part, the schedule of programs in part 1 lists programs which may,
20 but are not required to be, funded under this part or part 1.

21 (2) Notwithstanding any other provisions of this part, the
22 schedule of revenue sources in part 1 may or may not be received
23 from the funding entities listed or in the amounts listed.

24 (3) The secondary road patrol funding is not subject to
25 funding flexibility and shall be funded in accordance with section
26 629e of the Michigan vehicle code, 1949 PA 300, MCL 257.629e.

27 (4) Any funding required by statute is not subject to funding

1 flexibility and shall be funded in accordance with that statute.

2 Sec. 217. The department shall improve its budgetary
3 efficiency pertaining to the delivery of core services by doing all
4 of the following:

5 (a) Prioritizing personnel over buildings in budgetary
6 efficiency considerations.

7 (b) Pursuing the physical or virtual consolidation of support
8 service functions such as information technology, human resources,
9 and accounting as a means of improving standardization and
10 efficiency.

11 (c) Seeking expenditure reductions whenever possible through
12 the streamlining of existing service delivery activities.

13 (d) Identifying efficiencies that can be gained via the
14 reduction or elimination of programs, policies, and practices.

15 Sec. 218. The departments and agencies receiving
16 appropriations in part 1 shall prepare a report on out-of-state
17 travel expenses not later than January 1 of each year. The travel
18 report shall be a listing of all travel by classified and
19 unclassified employees outside this state in the immediately
20 preceding fiscal year that was funded in whole or in part with
21 funds appropriated in the department's budget. The report shall be
22 submitted to the senate and house appropriations committees, the
23 senate and house fiscal agencies, and the state budget director.
24 The report shall include the following information:

25 (a) The dates of each travel occurrence.

26 (b) The total transportation and related costs of each travel
27 occurrence, including the proportion funded with state general

1 fund/general purpose revenues, the proportion funded with state
2 restricted revenues, the proportion funded with federal revenues,
3 and the proportion funded with other revenues.

4 Sec. 219. (1) The department shall provide quarterly reports
5 to the subcommittees, the senate and house fiscal agencies, and the
6 state budget office that provide the following data:

7 (a) A list of major work projects, including the status of
8 each project.

9 (b) The department's financial status, featuring a report of
10 budgeted versus actual expenditures by part 1 line item including a
11 year-end projection of budget requirements. If projected department
12 budget requirements exceed the allocated budget, the report shall
13 include a plan to reduce overall expenses while still satisfying
14 specified service level requirements.

15 (c) A report on the performance metrics cited or required to
16 be reported in this part.

17 (2) The department shall provide all information necessary to
18 validate that the requirements of this part have been achieved.

19 (3) The department shall provide a corrective action plan
20 within 30 days of a quarterly report under this section for any
21 requirements of this part that have not been achieved. The
22 department shall provide a monthly status of correction action
23 plans.

24 (4) The department shall provide a summary of fund shifts,
25 that have been approved by the state budget office, that have
26 occurred between items listed in the schedule of programs mentioned
27 in part 1 on a quarterly basis to the subcommittees and the senate

House Bill No. 5313 (H-1) as amended May 6, 2014
 1 and house fiscal agencies.

[Sec. 219a. (1) For each new program or program increase for which funds are appropriated in part 1, the department shall report the following to the house and senate appropriations committees, the house and senate fiscal agencies, and the state budget director:

(a) By November 1, 2014, a list of specific benchmarks intended to measure the performance or return on taxpayer investment of the program and its associated expenditures.

(b) By March 1, 2015, an update on the progress of the program and the status of expenditures for the program as measured by those benchmarks.

(2) It is the intent of the legislature that, beginning with the budget for the fiscal year ending September 30, 2016, any proposal for a new program or spending increase on existing programs initiated by the executive branch or the legislature shall include, as part of the original proposal or budget request, a specific list of benchmarks intended to measure the performance or return on taxpayer investment of the program or spending increase.]

2 Sec. 221. The appropriations in part 1 are for the core
 3 services, support services, and work projects of the department,
 4 including, but not limited to, the following core services:

5 (a) General law enforcement and traffic safety.

6 (b) Criminal investigations.

7 (c) Special operations.

8 (d) Criminal justice information systems.

9 (e) State executive security.

10 (f) Emergency management and homeland security.

11 (g) Highway safety planning.

12 (h) Commercial vehicle enforcement.

13 (i) Scientific analysis and identification.

14 (j) Training.

15 (k) Commission on law enforcement standards.

16 Sec. 222. The department shall notify the subcommittees, the
 17 chairpersons of the senate and house standing committees on
 18 appropriations, and the senate and house fiscal agencies not less
 19 than 90 days before recommending to close or consolidate any state
 20 police posts. The notification shall include a local and state
 21 impact study of the proposed post closure or consolidation.

22 Sec. 223. At least 90 days before beginning any effort to
 23 privatize, the department shall submit a complete project plan to
 24 the subcommittees and the senate and house fiscal agencies. The
 25 plan shall include the criteria under which the privatization

26 initiative will be evaluated. The evaluation shall be completed and

27 submitted to the subcommittees and the senate and house fiscal

1 agencies within 30 months.

2 Sec. 224. Funds appropriated in part 1 or this part shall not
3 be used by a principal executive department, state agency, or
4 authority to hire a person to provide legal services that are the
5 responsibility of the attorney general. This prohibition does not
6 apply to legal services for bonding activities and for those
7 activities that the attorney general authorizes.

8 Sec. 226. (1) When the department provides contractual
9 services to a local unit of government, the department shall be
10 reimbursed for all costs incurred in providing the services,
11 including, but not limited to, retirement and overtime costs.

12 (2) The department shall define service cost models for those
13 services requiring reimbursement.

14 (3) Contractual services provided to an entity other than a
15 local unit of government may be provided by department personnel,
16 but only on an overtime basis outside the normal work schedule of
17 the personnel.

18 (4) This section does not apply to state agencies.

19 Sec. 228. Not later than November 30, the state budget office
20 shall prepare and transmit a report that provides for estimates of
21 the total general fund/general purpose appropriations lapses at the
22 close of the fiscal year. This report shall summarize the projected
23 year-end general fund/general purpose appropriations lapses by
24 major departmental program or program areas. The report shall be
25 transmitted to the office of the state budget, the chairpersons of
26 the senate and house appropriations committees, the subcommittees,
27 and the senate and house fiscal agencies.

1 Sec. 229. Within 14 days after the release of the executive
2 budget recommendation, the department shall cooperate with the
3 state budget office to provide the senate and house appropriations
4 chairs, the subcommittees, and the senate and house fiscal agencies
5 with an annual report on estimated state restricted fund balances,
6 state restricted fund projected revenues, and state restricted fund
7 expenditures for the fiscal years ending September 30, 2014 and
8 September 30, 2015.

9 Sec. 230. The department shall maintain, on a publicly
10 accessible website, a department scorecard that identifies, tracks,
11 and regularly updates key metrics that are used to monitor and
12 improve the department's performance.

13 Sec. 232. The department shall serve as an active liaison
14 between the DTMB and state, local, regional, and federal public
15 safety agencies to establish interoperability standards to ensure
16 effective communication among public safety agencies and to
17 facilitate the use of the MPSCS towers by those local public safety
18 agencies that have an interest in using the towers as a part of
19 their communication system. The department shall also report user
20 issues to the DTMB.

21 Sec. 233. Total authorized appropriations from all sources
22 under part 1 for legacy costs for the fiscal year ending September
23 30, 2015 are \$121,652,900.00. From this amount, total agency
24 appropriations for pension-related legacy costs are estimated at
25 \$66,300,300.00, and total agency appropriations for retiree health
26 care legacy costs are estimated at \$55,352,600.00.

27 Sec. 234. From the funds appropriated in part 1, \$500,000.00

1 shall be expended to support the urban search and rescue task
2 force.

3 Sec. 235. The department shall initiate discussions with the
4 city of Wayland regarding a potential partnership between the city
5 and the department for a joint public safety building located in
6 the city. The department shall examine the feasibility and
7 financial costs and benefits to the state for leasing space at that
8 facility. The department shall provide a status report to the
9 subcommittees, the senate and house appropriations subcommittees on
10 general government, the senate and house fiscal agencies, and the
11 state budget office no later than December 1, 2014.

12 **EXECUTIVE AND DEPARTMENTAL SERVICES**

13 Sec. 301. (1) From the funds appropriated in part 1, there is
14 funding to support unclassified employee positions as provided
15 under section 5 of article XI of the state constitution of 1963 and
16 section 455 of the management and budget act, 1984 PA 431, MCL
17 18.1455. These positions include the following: department
18 director, chief administrative officer, and executive director of
19 the Michigan commission on law enforcement standards.

20 (2) Not less than 30 days prior to the department submitting a
21 request for an additional unclassified employee position from the
22 civil service commission, or for any substantive change to the
23 duties of an existing unclassified employee position, the
24 department shall notify the subcommittees and the senate and house
25 fiscal agencies.

26 **DEPARTMENTAL SERVICES**

1 Sec. 302. From the funds appropriated in part 1, the
2 department shall provide for the following:

3 (a) Executive administration of the department, as provided
4 under 1935 PA 59, MCL 28.1 to 28.16, and chapter 7 of the executive
5 organization act of 1965, 1965 PA 380, MCL 16.250 to 16.258.

6 (b) Administrative support for department operations, as
7 provided under the management and budget act, 1984 PA 431, MCL
8 18.1101 to 18.1594, and in compliance with the state of Michigan
9 financial management guide and the administrative guide to state
10 government.

11 (c) Oversight and administration of 9-1-1 operations
12 statewide, as provided under the emergency 9-1-1 service enabling
13 act, 1986 PA 32, MCL 484.1101 to 484.1717.

14 (d) The operations of the automobile theft prevention
15 authority, as provided under chapter 61 of the insurance code of
16 1956, 1956 PA 218, MCL 500.6101 to 500.6111.

17 (e) Administration of the Edward Byrne memorial justice
18 assistance program established under 42 USC 3751(a), and other
19 programs transferred to the department, as provided under Executive
20 Reorganization Order No. 2009-29, MCL 28.91.

21 **STATE EXECUTIVE SECURITY**

22 Sec. 303. From the funds appropriated in part 1 for state
23 executive security, the department shall provide for the security
24 needs of the state capitol complex and other state properties as
25 provided under section 6c of 1935 PA 59, MCL 28.6c. The department
26 shall also provide for the protection of the governor and visiting
27 dignitaries to the state.

1 Sec. 303a. The department shall dedicate a minimum of 35,000
2 patrol hours for the state capitol complex facilities.

3 **LAW ENFORCEMENT SUPPORT**

4 **TRAINING**

5 Sec. 401. (1) The department shall exercise the authority,
6 powers, functions, and responsibilities concerning the instruction
7 and training of law enforcement officers of the state, counties,
8 and local municipalities as provided under 1925 PA 211, MCL 28.221
9 to 28.225.

10 (2) The department shall provide for the effective
11 recruitment, selection, and hiring of qualified applicants for all
12 positions within the department. As part of its recruitment
13 efforts, the department shall, to the extent consistent with its
14 hiring standards and applicable civil service rules, place an
15 emphasis on recruiting MCOLES-certified police officers for its
16 recruit schools, particularly those officers who are on layoff and
17 possess a valid MCOLES license.

18 Sec. 401a. (1) The department shall provide the following
19 performance data as provided under section 219:

20 (a) The number of state and local law enforcement and other
21 criminal justice employees receiving MSP-provided instruction, with
22 an annual goal of at least 10,000 individuals.

23 (b) The average classroom occupancy rate, with an annual goal
24 of 55%.

25 (c) The number of community members provided educational
26 opportunities for personal and professional growth, with a goal of

1 a minimum of 3,000 community members.

2 (2) Beginning October 1, the department shall submit a report
3 to the subcommittees and the senate and house fiscal agencies
4 within 60 days of the conclusion of any trooper or motor carrier
5 recruit school. The report shall include the following:

6 (a) The number of veterans and the number of MCOLES-certified
7 police officers who commenced that trooper recruit school.

8 (b) The number of veterans and the number of MCOLES-certified
9 police officers who concluded that trooper recruit school.

10 (c) The devices or campaigns that were used to specifically
11 recruit veterans and MCOLES-certified police officers for that
12 trooper recruit school.

13 (d) The number of recruits who began the school, the number of
14 recruits who graduated, and the cities or posts in which each of
15 these recruits is assigned or stationed.

16 Sec. 402. The department shall exercise the authority, powers,
17 functions, and responsibilities concerning the provision of
18 specialized traffic safety-support services under the following
19 program authorities:

20 (a) Section 625h of the Michigan vehicle code, 1949 PA 300,
21 MCL 257.625h, and R 325.2651 to R 325.2659 of the Michigan
22 administrative code.

23 (b) Sections 628, 651, and 675 of the Michigan vehicle code,
24 1949 PA 300, MCL 257.628, 257.651, and 257.675.

25 (c) Section 658 of the Michigan vehicle code, 1949 PA 300, MCL
26 257.658, and R 28.951 to R 28.961 of the Michigan administrative
27 code.

1 (d) Section 710a of the Michigan vehicle code, 1949 PA 300,
2 MCL 257.710a, and R 28.901 to R 28.911 of the Michigan
3 administrative code.

4 (e) Section 1 of 1956 PA 62, MCL 257.951, and R 28.1001 to R
5 28.2075 of the Michigan administrative code.

6 (f) Section 727c of the Michigan vehicle code, 1949 PA 300,
7 MCL 257.727c.

8 (g) Section 608 of the Michigan vehicle code, 1949 PA 300, MCL
9 257.608.

10 **COMMISSION ON LAW ENFORCEMENT STANDARDS**

11 Sec. 404. MCOLES shall exercise the authority, powers,
12 functions, and responsibilities as provided under the following
13 authorities:

14 (a) The commission on law enforcement standards act, 1965 PA
15 203, MCL 28.601 to 28.616, and R 28.14101 to R 28.14702 of the
16 Michigan administrative code.

17 (b) 1982 PA 302, MCL 18.421 to 18.429, and R 28.14901 to R
18 28.14910 of the Michigan administrative code.

19 (c) Executive Reorganization Order No. 2001-2, as amended by
20 Executive Reorganization Order No. 2008-3, MCL 28.621.

21 (d) The railroad code of 1993, 1993 PA 354, MCL 462.101 to
22 462.451.

23 (e) The private security business and security alarm act, 1968
24 PA 330, MCL 338.1051 to 338.1092.

25 (f) Section 5v of 1927 PA 372, MCL 28.425v.

26 (g) 42 USC 3796gg and 28 CFR part 90, to the extent MCOLES
27 receives grant assistance from the DOJ.

1 (h) The public safety officers benefit act, 2004 PA 46, MCL
2 28.631 to 28.638, and R 28.14951 to R 28.14966 of the Michigan
3 administrative code.

4 Sec. 404a. (1) MCOLES shall provide information on the
5 following at the time it submits a report under section 7 of the
6 commission on law enforcement standards act, 1965 PA 203, MCL
7 28.607.

8 (a) The number of licensed police officers, by the type of law
9 enforcement agency.

10 (b) The number of new police officer licenses issued.

11 (c) The number of police officer license revocations.

12 (2) MCOLES shall provide biannual summary data on justice
13 training fund grants provided under section 3 of 1982 PA 302, MCL
14 18.423.

15 **CRIMINAL JUSTICE INFORMATION SYSTEMS**

16 Sec. 405. The department shall exercise its general authority,
17 powers, functions, and responsibilities concerning CJIS
18 applications and databases in accordance with the following program
19 authorities:

20 (a) 1925 PA 289, MCL 28.241 to 28.248.

21 (b) The C.J.I.S. policy council act, 1974 PA 163, MCL 28.211
22 to 28.215.

23 (c) Executive Reorganization Order No. 2008-2, MCL 28.162.

24 (d) Executive Order No. 2011-7.

25 (e) R 28.5101 to R 28.5414 of the Michigan administrative
26 code.

27 (f) 1935 PA 86, MCL 28.261 to 28.262.

1 (g) 1935 PA 120, MCL 28.271 to 28.273.

2 (h) 1945 PA 294, MCL 28.411 to 28.413.

3 (i) To the extent federal grant assistance is received, the
4 national criminal history improvement program authorized under the
5 crime technology improvement act of 1998, 42 USC 3732, and related
6 statutes to improve the accuracy, quality, timeliness,
7 accessibility, and integration of its CJIS applications and
8 databases.

9 Sec. 405a. The department shall improve the accuracy,
10 timeliness, and completeness of criminal history information by
11 conducting a minimum of 30 outreach activities targeted to criminal
12 justice agencies.

13 Sec. 406. The department shall exercise the authority, powers,
14 functions, and responsibilities concerning the uniform system of
15 reporting crimes and the compilation of crime statistics in
16 accordance with the following program authorities:

17 (a) 1968 PA 319, MCL 28.251 to 28.259.

18 (b) 28 USC 534, to the extent necessary to comply with the
19 federal-state uniform crime reporting (UCR) program and the
20 national incident-based report system (NIBRS) established by the
21 federal bureau of investigation pursuant to 28 CFR 0.85.

22 Sec. 406a. The department shall publish annual Michigan crime
23 statistics consistent with the UCR and NIBRS programs and notify
24 the subcommittees when the data are published on the department's
25 website.

26 Sec. 407. The department shall process requests for public
27 records as provided under the freedom of information act, 1976 PA

1 442, MCL 15.231 to 15.246.

2 Sec. 407a. By December 1, the department shall provide the
3 following information for the prior fiscal year:

4 (a) The number of public records requests received.

5 (b) The number of public records requests fulfilled.

6 (c) The number of public records requests denied.

7 (d) The total amount of fees received for fulfilled requests.

8 Sec. 408. The department shall exercise the authority, powers,
9 functions, and responsibilities concerning the compilation and
10 evaluation of traffic crash reports in accordance with the
11 following program authorities:

12 (a) Section 622 of the Michigan vehicle code, 1949 PA 300, MCL
13 257.622.

14 (b) Section 82132 of the natural resources and environmental
15 protection act, 1994 PA 451, MCL 324.82132.

16 (c) Section 81143 of the natural resources and environmental
17 protection act, 1994 PA 451, MCL 324.81143.

18 (d) The fatality analysis reporting system, as developed by
19 the national highway traffic safety administration.

20 (e) The federal moving ahead for progress in the 21st century
21 act, 23 USC 405, to the extent grant assistance is received to
22 improve the timeliness, accuracy, completeness, uniformity,
23 integration, and accessibility of state traffic safety data.

24 Sec. 408a. (1) The department shall provide data on the number
25 of traffic crash reports (FORM UD-10) submitted to the department
26 as provided under section 219.

27 (2) The department shall make traffic crash information

1 available to the public at a reasonable cost. For bulk access to
2 the accident records in which the vehicle identification number has
3 been collected and computerized, the department shall make those
4 records available to the public at cost, provided that the name and
5 address have been excluded.

6 Sec. 409. The department shall exercise the authority, powers,
7 functions, and responsibilities concerning the maintenance and
8 dissemination of criminal history records and juvenile records in
9 accordance with the following program authorities:

10 (a) 1925 PA 289, MCL 28.241 to 28.248.

11 (b) 1935 PA 120, MCL 28.271 to 28.273.

12 (c) 28 USC 534, to the extent necessary to exchange criminal
13 history records information for criminal justice purposes.

14 (d) 28 CFR part 20, to the extent necessary to exchange
15 criminal history records information with the federal bureau of
16 investigation and other states through the interstate
17 identification index, the national crime information center, and
18 other federal CJIS databases and indices.

19 (e) The criminal justice information security policy, as
20 developed and approved by the federal bureau of investigation and
21 the federal CJIS advisory policy board.

22 (f) Public Law 92-544, 28 USC 534 note, and Michigan statutes
23 approved under that act, to the extent necessary to exchange
24 criminal history records information for employment and licensing
25 purposes.

26 (g) The national crime prevention and compact act of 1998, 42
27 USC 14611 to 14616, 28 CFR chapter IX, and 2008 PA 493, MCL 3.1051

1 to 3.1053, to exchange criminal history records information for
2 non-criminal-justice purposes.

3 Sec. 409a. The department shall provide information on the
4 number of fingerprint checks processed and background checks
5 processed through the Internet criminal history access tool (ICHAT)
6 as provided in section 219.

7 Sec. 410. The department shall exercise the authority, powers,
8 functions, and responsibilities concerning the maintenance of
9 records, including criminal history records checks, regarding
10 firearms licensure as provided under the following program
11 authorities:

12 (a) 1927 PA 372, MCL 28.421 to 28.435.

13 (b) The federal gun control act, 18 USC chapter 44.

14 (c) 28 CFR part 25, subpart A, to the extent necessary to
15 ensure compliance with the national instant criminal background
16 check system.

17 Sec. 411. The department shall exercise the authority, powers,
18 functions, and responsibilities concerning the registration of sex
19 offenders in accordance with the following program authorities:

20 (a) Sex offenders registration act, 1994 PA 295, MCL 28.721 to
21 28.736.

22 (b) The sex offender registration and notification act, 42 USC
23 16901 to 16962.

24 (c) 28 CFR part 72.

25 (d) Guidelines interpreting and implementing the sex offender
26 registration and notification act approved by the United States
27 attorney general pursuant to 42 USC 16912 on July 2, 2008 and

1 January 11, 2009.

2 Sec. 411a. (1) The department shall provide the following
3 information as provided in section 219:

4 (a) The total number of active registered sex offenders in the
5 law enforcement sex offender database, by offense tier level and
6 incarceration status.

7 (b) The total number of active registered sex offenders in the
8 public sex offender registry, by offense tier level and
9 incarceration status.

10 (2) The sex offender registry unit shall follow up on tips
11 assigned to law enforcement agencies within 10 working days.

12 **SCIENTIFIC ANALYSIS AND IDENTIFICATION**

13 Sec. 412. (1) The department shall exercise the authority,
14 powers, functions, and responsibilities concerning the operation of
15 the department's forensic laboratories as provided under the
16 following program authorities:

17 (a) The forensic laboratory funding act, 1994 PA 35, MCL
18 12.201 to 12.211.

19 (b) Section 625a of the Michigan vehicle code, 1949 PA 300,
20 MCL 257.625a, section 190 of 1945 PA 327, MCL 259.190, and R
21 325.2671 to R 325.2675 of the Michigan administrative code.

22 (c) The Paul Coverdell national sciences improvement act of
23 2000, 42 USC 3797j to 3797o, to the extent federal grant assistance
24 is received.

25 (2) The department shall ensure its ability to maintain
26 accreditation by the American society of crime laboratory
27 directors/laboratory accreditation board (ASCLD/LAB).

1 Sec. 412a. (1) The department shall provide forensic science
2 services with an average turnaround time of 55 days and shall
3 achieve a goal of a 30-day average turnaround time across all
4 forensic science disciplines by December 31, 2016.

5 (2) The department shall provide the following data as
6 provided in section 219:

7 (a) The average turnaround time for processing forensic
8 evidence across all disciplines.

9 (b) Forensic laboratory staffing levels, including scientists
10 in training, and vacancies.

11 (c) The number of backlogged cases in each discipline.

12 Sec. 413. (1) The department shall exercise the authority,
13 powers, functions, and responsibilities concerning the forensic
14 testing and profiling of DNA evidence and samples as provided under
15 the following program authorities:

16 (a) The DNA identification profiling system act, 1990 PA 250,
17 MCL 28.171 to 28.176, and R 28.5051 to R 28.5059 of the Michigan
18 administrative code.

19 (b) The DNA identification act, 42 USC 14131 to 14137c.

20 (c) Any applicable grant requirements pursuant to the DNA
21 backlog reduction grant program established by the DOJ national
22 institute of justice, to the extent federal funding is received
23 under that program.

24 (d) 42 USC 3796gg and 28 CFR part 90, to the extent federal
25 funding is received for the forensic testing and profiling of DNA
26 evidence.

27 (2) If changes are made to the department's protocol for

1 retaining and purging DNA analysis samples and records, the
2 department shall post a copy of the protocol changes on the
3 department's website.

4 Sec. 414. The department shall exercise the authority, powers,
5 functions, and responsibilities concerning maintenance of the
6 automated fingerprint identification system and the statewide
7 network of agency photographs in accordance with the following
8 program authorities:

9 (a) 1925 PA 289, MCL 28.241 to 28.248.

10 (b) The C.J.I.S policy council act, 1974 PA 163, MCL 28.211 to
11 28.215.

12 (c) Executive Reorganization Order No. 2008-2, MCL 28.162.

13 (d) Executive Order No. 2011-7.

14 (e) R 28.5101 to R 28.5414 of the Michigan administrative
15 code.

16 (f) 28 USC 534 and 28 CFR part 20, to the extent necessary to
17 exchange criminal record information and fingerprint data through
18 the interstate identification index and the national fingerprint
19 file.

20 Sec. 414a. The department shall provide data on the number of
21 10-print and palm-print submissions to the AFIS database, with a
22 goal of at least 97% of submissions provided electronically as
23 provided in section 219.

24 **FIELD SERVICES**

25 **GENERAL LAW ENFORCEMENT AND TRAFFIC SAFETY**

26 Sec. 501. (1) The department shall exercise the authority,

1 powers, functions, and responsibilities in enforcing the criminal
2 and civil laws of this state, including the enforcement of traffic
3 laws, as provided under 1935 PA 59, MCL 28.1 to 28.16.

4 (2) The department, in keeping with its role as the general
5 law enforcement agency of the state and as the law enforcement
6 agency of last resort for communities that are either without local
7 law enforcement resources or seriously underserved by local law
8 enforcement resources, shall provide general law enforcement
9 assistance to those communities until adequate law enforcement
10 services can be provided to those communities by other means.

11 (3) Department enlisted personnel who are employed to enforce
12 traffic laws as provided in section 629e of the Michigan vehicle
13 code, 1949 PA 300, MCL 257.629e, shall not be prohibited from
14 responding to crimes in progress or other emergency situations and
15 are responsible for protecting every citizen of this state from
16 harm.

17 (4) The department shall respond to potential and imminent
18 threats to this state's facilities, systems, and property, and
19 large-scale recreational and major public events.

20 (5) The department shall provide traffic control for events at
21 Michigan international speedway.

22 Sec. 501a. (1) The department shall maintain the staffing and
23 resources necessary to make traffic contacts per patrol hours
24 commensurate with the service level and contact areas exhibited in
25 fiscal year 2010-2011. There shall be no degradation of road patrol
26 services to any region of this state.

27 (2) The department shall maintain the staffing and resources

1 necessary to continually work to enhance traffic safety throughout
2 the state and shall dedicate a minimum of 300,000 hours to
3 statewide patrol, of which a minimum of 24,000 shall be committed
4 to distressed cities in this state, and 4,000 shall be committed to
5 Belle Isle.

6 (3) The department shall maintain the staffing and resources
7 necessary to perform activities to maintain a 93% compliance rate
8 for reporting by registered sex offenders.

9 (4) The department shall submit a report on or before December
10 1 to the subcommittees and the senate and house fiscal agencies
11 regarding the secure cities initiative during the prior fiscal
12 year. The report shall include, but is not limited to, statistics
13 regarding criminal activity, including the number of arrests made
14 by troopers assigned to the cities in distress, the number of
15 traffic stops made by troopers assigned to cities in distress, the
16 number of parole or probation violators arrested by troopers
17 assigned to cities in distress, the number of violent and
18 assaultive crimes committed in the cities in distress, the number
19 of illegal drug and narcotic crimes committed in the cities in
20 distress, and the number of property crimes committed in the cities
21 in distress.

22 (5) From the funds appropriated in part 1 for security at
23 events, the department shall maintain the ability to support the
24 cost of 7,000 overtime hours or the financial equivalent of 7,000
25 overtime hours in terms of overtime, fuel, equipment, and other
26 costs for providing additional show-of-force, enforcement, or
27 traffic safety efforts during major public events within this

1 state.

2 (6) The department shall report the number of traffic control
3 hours provided in support of events held at Michigan international
4 speedway.

5 **CRIMINAL INVESTIGATIONS**

6 Sec. 502. The department shall identify and apprehend
7 criminals through criminal investigations in this state, as
8 provided by law, including the following authorities:

9 (a) 1935 PA 59, MCL 28.1 to 28.16.

10 (b) The tobacco products tax act, 1993 PA 327, MCL 205.421 to
11 205.436.

12 (c) The Michigan gaming control and revenue act, 1996 IL 1,
13 MCL 432.201 to 432.226.

14 (d) The fire investigation and criminal enforcement provisions
15 under sections 6 and 7 of the fire prevention code, 1941 PA 207,
16 MCL 29.6 and 29.7.

17 Sec. 502a. (1) The department shall maintain the staffing and
18 resources necessary to provide 315,627 hours investigating crimes.

19 (2) The department shall maintain the staffing and resources
20 necessary to annually meet or exceed a case clearance rate of 56%,
21 with the goal of achieving a 60% clearance rate by September 30,
22 2015.

23 (3) The department shall maintain a tobacco tax enforcement
24 unit that will dedicate a minimum of 16,600 hours to tobacco tax
25 enforcement.

26 (4) The department shall annually provide 4 training
27 opportunities to local law enforcement partners with the goal of

1 increasing their knowledge of gambling laws, trends, and legal
2 issues.

3 (5) The department shall submit an annual report on December 1
4 to the subcommittees, the senate and house appropriations
5 subcommittees on general government, and the senate and house
6 fiscal agencies that details expenditures and activities related to
7 tobacco tax enforcement for the prior fiscal year.

8 (6) The department shall maintain the staffing and resources
9 necessary to maintain readiness to respond appropriately to at
10 least the number of requests for fire investigation services that
11 occurred in fiscal year 2010-2011 and shall be available for call
12 out statewide 100% of the time.

13 **SPECIALIZED SERVICES**

14 **SPECIAL OPERATIONS**

15 Sec. 601. (1) The department shall provide specialized
16 services in support of, and to enhance, local, state, and federal
17 law enforcement operations within this state in accordance with all
18 applicable state and federal laws and regulations.

19 (2) The department shall operate the Michigan intelligence
20 operation center for homeland security as the state's primary
21 federally designated fusion center to receive, analyze, gather, and
22 disseminate threat-related information among federal, state, local,
23 tribal, and private sector partners, as provided under Executive
24 Order No. 2012-5.

25 (3) Money privately donated to the department is appropriated
26 under part 1 to be used for the purposes designated by the donor of

1 the money, if specified.

2 (4) The department shall ensure public safety by providing
3 public and private sector partners with timely and accurate
4 information regarding critical information key resource threats as
5 reported to or discovered by the Michigan intelligence operations
6 center for homeland security and shall increase public awareness on
7 how to report suspicious activity through website or telephone
8 communications. The department shall seek to increase the number of
9 public and private sector contacts which receive vital homeland
10 security information and intelligence in order to enhance the
11 safety and security for citizens of this state.

12 Sec. 601a. (1) The department shall maintain the staffing and
13 resources necessary to provide training to maintain readiness to
14 respond appropriately to at least the number of requests for
15 specialty services which occurred in fiscal year 2010-2011.

16 (2) The canine unit shall be available for call out statewide
17 100% of the time.

18 (3) The bomb squad unit shall be available for call out
19 statewide 100% of the time.

20 (4) The emergency support teams shall be available for call
21 out statewide 100% of the time.

22 (5) The underwater recovery unit shall be available for call
23 out statewide 100% of the time.

24 (6) Aviation services shall be available for call out
25 statewide 100% of the time, unless prohibited by weather or
26 unexpected mechanical breakdowns.

27 **COMMERCIAL VEHICLE ENFORCEMENT**

1 Sec 602. The department shall exercise the authority, powers,
2 functions, and responsibilities concerning commercial vehicle
3 enforcement as provided under the following program authorities:

4 (a) Section 6d of 1935 PA 59, MCL 28.6d.

5 (b) Executive Reorganization Order No. 1982-1, MCL 28.21.

6 (c) The vehicle size, weight, and load requirements under
7 sections 716 to 750 of the Michigan vehicle code, 1949 PA 300, MCL
8 257.716 to 257.750, and 23 USC 127, 49 USC 31111, 49 USC 31113, and
9 23 CFR part 658.

10 (d) The size and weight enforcement certification requirements
11 under 23 USC 141 and 23 CFR part 657.

12 (e) The operating authority provisions of the motor carrier
13 act, 1933 PA 254, MCL 475.1 to 479.43, and R 460.18101 to R
14 460.19301 of the Michigan administrative code.

15 (f) The unified carrier registration provisions under section
16 7 of article IV of the motor carrier act, 1933 PA 254, MCL 487.7,
17 the unified carrier registration act of 2005, 49 USC 14504a, and 49
18 CFR 367.30.

19 (g) The motor carrier fuel tax act, 1980 PA 119, MCL 207.211
20 to 207.234.

21 (h) The international fuel tax agreement entered into by the
22 state under section 2a of the motor carrier fuel tax act, 1980 PA
23 119, MCL 207.212a.

24 (i) The motor fuel tax act, 2000 PA 403, MCL 207.1001 to
25 207.1170.

26 (j) The vehicle registration provisions of chapters II and VII
27 of the Michigan vehicle code, 1949 PA 300, MCL 257.201 to 257.259

1 and 257.801 to 257.821.

2 (k) The international registration plan entered into by the
3 state under section 801g of the Michigan vehicle code, 1949 PA 300,
4 MCL 257.801g.

5 (l) The motor carrier safety act, 1963 PA 181, MCL 480.11 to
6 480.25, as well as applicable federal motor carrier safety
7 regulations adopted by the federal motor carrier safety
8 administration and applicable hazardous materials regulations
9 adopted by the federal pipeline and hazardous materials safety
10 administration.

11 (m) The commercial driver's license provisions of chapter III
12 of the Michigan vehicle code, 1949 PA 300, MCL 257.301 to 257.329,
13 and 49 USC 31311, 49 CFR part 383, and 49 CFR part 384.

14 (n) Section 25 of 1951 PA 51, MCL 247.675.

15 Sec. 602a. The department shall provide the following
16 information by January 1 for the prior fiscal year:

17 (a) The number of oversize violations.

18 (b) The number of overweight violations.

19 (c) The number of vehicles weighed by scale type.

20 (d) The number of citations and the estimated amount of civil
21 fines by type of overweight violation.

22 Sec. 603. The department shall exercise the authority, powers,
23 functions, and responsibilities concerning commercial motor vehicle
24 safety inspections to the extent the department receives funding
25 through the following federal programs:

26 (a) The federal motor carrier safety assistance program, as
27 authorized under 49 USC 31102 and 49 CFR part 350.

1 (b) The border enforcement grant program established under 49
2 USC 31107.

3 (c) The new entrant safety assurance program established under
4 section 32102 of the moving ahead for progress in the 21st century
5 act, 49 USC 31144(g), 49 CFR 350.21, and 49 CFR part 385 subpart D.
6 Sec. 603a. The department shall provide the following
7 information as provided under section 219:

8 (a) The total number of commercial motor vehicles inspected,
9 with a performance goal as stated in the motor carrier safety
10 assistance program grant received by the department.

11 (b) The number of completed inspections supported with border
12 enforcement grant funds.

13 (c) The number of new entrant safety audits completed.

14 Sec. 605. The department shall exercise the authority, powers,
15 functions, and responsibilities concerning the inspection of school
16 buses as provided under the pupil transportation act, 1990 PA 187,
17 MCL 257.1801 to 257.1877.

18 Sec. 605a. The department shall annually provide the
19 subcommittees and the senate and house fiscal agencies with the
20 following information for each public and nonpublic school
21 concerning the inspection of school buses:

22 (a) The total number of school buses inspected.

23 (b) The number of inspected school buses receiving a passing
24 sticker.

25 (c) The number of inspected school buses receiving a yellow
26 sticker.

27 (d) The number of inspected school buses receiving a red

1 sticker.

2 **EMERGENCY MANAGEMENT AND HOMELAND SECURITY**

3 Sec. 606. (1) The department shall coordinate the mitigation,
4 preparation, response, and recovery activities of municipal,
5 county, state, and federal governments, and other governmental
6 entities, for all hazards, disasters, and emergencies, as provided
7 under the following authorities:

8 (a) The emergency management act, 1976 PA 390, MCL 30.401 to
9 30.421, and Executive Reorganization Order No. 1993-15, MCL 28.702.

10 (b) The Robert T. Stafford disaster relief and emergency
11 assistance act, 42 USC chapter 68, and applicable regulations
12 provided in title 44, chapter 1 of the code of federal regulations.

13 (c) Flood mitigation planning and activities, as provided
14 under 42 USC 4104c, 44 CFR part 78, and 44 CFR part 79.

15 (d) Section 101 of the implementing recommendations of the
16 9/11 commission act of 2007, 6 USC 605.

17 (e) 1945 PA 302, MCL 10.31 to 10.33.

18 (f) The emergency planning and community right-to-know act, 42
19 USC 11001 to 11050.

20 (g) 10 CFR part 50, Appendix E.

21 (h) 44 CFR part 350.

22 (2) The state director of emergency management may expend
23 money appropriated under part 1 to call upon any agency or
24 department of the state or any resource of the state to protect
25 life or property or to provide for the health or safety of the
26 population in any area of the state in which the governor proclaims
27 a state of emergency or state of disaster under 1945 PA 302, MCL

1 10.31 to 10.33, or under the emergency management act, 1976 PA 390,
2 MCL 30.401 to 30.421. The state director of emergency management
3 may expend the amounts the director considers necessary to
4 accomplish these purposes. The director shall submit to the state
5 budget director as soon as possible a complete report of all
6 actions taken under the authority of this section. The report shall
7 contain, as a separate item, a statement of all money expended that
8 is not reimbursable from federal money. The state budget director
9 shall review the expenditures and submit recommendations to the
10 legislature in regard to any possible need for a supplemental
11 appropriation.

12 (3) In addition to the money appropriated in part 1, the
13 department may receive and expend money from local, private,
14 federal, or state sources for the purpose of providing emergency
15 management training to local or private interests and for the
16 purpose of supporting emergency preparedness, response, recovery,
17 and mitigation activity. If additional expenditure authorization in
18 the Michigan administrative information network is approved by the
19 state budget office under this section, the department and the
20 state budget office shall notify the subcommittees and the senate
21 and house fiscal agencies within 10 days after the approval. The
22 notification shall include the amount and source and the additional
23 authorization, the date of its approval, and the projected use of
24 funds to be expended under the authorization.

25 Sec. 606a. (1) The department shall foster, promote, and
26 maintain partnerships to protect this state and homeland from all
27 hazards.

1 (2) The department shall maintain the staffing and resources
2 necessary to do all of the following:

3 (a) Serve approximately 105 local emergency management
4 preparedness programs and 88 local emergency planning committees in
5 this state.

6 (b) Operate and maintain the state's emergency operations
7 center and provide command and control in support of emergency
8 response services.

9 (c) Maintain readiness, including training and equipment to
10 respond to civil disorders and natural disasters commensurate with
11 the capabilities of fiscal year 2010-2011.

12 (d) Perform hazardous materials response training.

13 (3) The department shall conduct a minimum of 3 training
14 sessions to enhance safe response in the event of natural or
15 manmade incidents, emergencies, or disasters.

16 Sec. 607 (1) In addition to the funds appropriated in part 1,
17 there is appropriated from the disaster and emergency contingency
18 fund up to \$800,000.00 to cover costs related to any disaster or
19 emergency as defined in the emergency management act, 1976 PA 390,
20 MCL 30.401 to 30.421. Funds shall be expended as provided under
21 sections 18 and 19 of the emergency management act, 1976 PA 390,
22 MCL 30.418 and 30.419, and R 30.51 to R 30.61 of the Michigan
23 administrative code.

24 (2) Funds in the disaster and emergency contingency fund shall
25 not be expended unless the state budget director approves the
26 expenditure and the department and the state budget office notify
27 the senate and house appropriations committees. No later than

1 December 1, the department shall provide an annual report to the
2 senate and house appropriations committees, the senate and house
3 fiscal agencies, and the state budget office on the use of the
4 disaster and emergency contingency fund during the prior fiscal
5 year.

6 **HIGHWAY SAFETY PLANNING AND AWARENESS**

7 Sec. 608. The department shall exercise the authority, powers,
8 functions, and responsibilities concerning the planning,
9 administration, and implementation of highway traffic safety
10 programs as provided under the following program authorities:

11 (a) 23 USC chapter 4 and 23 CFR part 1200.

12 (b) 1967 PA 213, MCL 247.841, 1941 PA 188, MCL 256.561 to
13 256.563, and Executive Reorganization Order No. 1969-1, MCL 28.61.

14 (c) Executive Reorganization Order No. 2002-5, MCL 256.571.

15 (d) The strategic highway safety plan provisions of 23 USC 148
16 and 23 CFR part 924.

17 (e) Section 25 of 1951 PA 51, MCL 247.675.

18 Sec. 608a. The department shall provide for the publication of
19 annual traffic crash data and notify the subcommittees and the
20 senate and house fiscal agencies when such data are published.

21 Sec. 610. The department shall exercise the authority,
22 functions, powers, and responsibilities concerning the secondary
23 road patrol program as provided in the following program
24 authorities:

25 (a) Sections 76 and 77 of 1846 RS 14, MCL 51.76 and 51.77.

26 (b) Executive Reorganization Order No. 1989-1, MCL 28.31.

27 Sec. 610a. (1) The department shall provide the following

1 information on secondary road patrol activities supported by
2 appropriations in part 1, as provided in section 219:

3 (a) The number of full-time equivalent county sheriff
4 secondary road patrol deputies.

5 (b) The number of miles traveled performing secondary road
6 patrol services.

7 (c) The number of traffic stops made during secondary road
8 patrol services.

9 (2) The information required to be reported under subsection
10 (1) shall be reported for each quarter of the fiscal year. However,
11 the department may submit this information on a semiannual basis.

12 ONE-TIME APPROPRIATIONS

13 Sec. 801. The department shall maintain the staffing and
14 resources necessary to train at least 100 Michigan state police
15 trooper recruits.

16 Sec. 802. From the 1-time appropriation in part 1 for the
17 emergency response team vehicle replacement, the department shall
18 purchase 1 vehicle to support the emergency response team.

19 Sec. 803. The department shall maintain the staffing and
20 resources necessary to train at least 31 Michigan state police
21 motor carrier officer recruits.

22 Sec. 804. The 1-time appropriation in part 1 for aviation
23 support shall be used for the acquisition and upfitting of a
24 helicopter.

25 Sec. 805. The 1-time appropriation in part 1 for LEIN language
26 conversion shall be used to update the language currently used by

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1 LEIN to XML to allow LEIN messages to be in a more common language
2 that can be used to share information more easily with other
3 criminal justice partners.

4 Sec. 806. The 1-time appropriation in part 1 for electronic
5 warrant system shall be to provide for a statewide information
6 exchange system to eliminate the redundant entry of information
7 required to request, approve, and issue warrants for arrest,
8 including information exchanged with prosecutors, courts, LEIN,
9 criminal history databases, the state forensic laboratory, and the
10 state court administrative office, designed to save the time and
11 effort of law enforcement personnel as compared to current
12 procedures.

13 Sec. 808. The 1-time appropriation in part 1 for school safety
14 technology and equipment grants shall be used for local public
15 safety technology and equipment grants with a focus on school
16 safety [without bias toward public or private educational institutions].
17 The governor's council on law enforcement and reinvention
18 shall review applications and make award recommendations to the
19 department. The grants shall support the purchase and
20 implementation of technologies such as enhanced 9-1-1 abilities,
21 malicious call tracing, physical deterrents, real-time location
22 systems, emergency alert software, and other technologies.

23 Sec. 809. From the 1-time funds appropriated in part 1 for
24 local law enforcement technology and equipment grants, the
25 department, in cooperation with the council on law enforcement and
26 reinvention, shall provide grants to local law enforcement agencies
27 to support the technology and equipment needs of local and county
law enforcement agencies within this state, including, but not

1 limited to, weapons, protective gear, in-car video equipment,
2 breath alcohol testing instruments, radar, automatic external
3 defibrillators, mobile data terminals, communications equipment,
4 and other technologies.

5 Sec. 810. The appropriation in part 1 for supplemental 9-1-1
6 database shall assist public safety answering points in
7 establishing a supplemental 9-1-1 database that allows public
8 safety answering points to view voluntarily disclosed information
9 relevant to a 9-1-1 caller, including information on properties and
10 household members, that would assist first responders in providing
11 emergency services to that caller.

12 ARTICLE XVII

13 STATE TRANSPORTATION DEPARTMENT

14 PART 1

15 LINE-ITEM APPROPRIATIONS

16 Sec. 101. There is appropriated for the state transportation
17 department for the fiscal year ending September 30, 2015, from the
18 following funds:

19 **STATE TRANSPORTATION DEPARTMENT**

20 APPROPRIATION SUMMARY

21	Full-time equated unclassified positions.....	6.0	
22	Full-time equated classified positions.....	2,912.3	
23	GROSS APPROPRIATION.....		\$ 3,805,998,600
24	Total interdepartmental grants and intradepartmental		
25	transfers		3,786,900
26	ADJUSTED GROSS APPROPRIATION.....		\$ 3,802,211,700

1	Federal revenues:	
2	Federal aid - transportation programs	1,205,885,500
3	Total federal revenues	1,205,885,500
4	Special revenue funds:	
5	Local revenues	50,177,100
6	Private revenues	100,000
7	Total local and private revenues	50,277,100
8	Blue Water Bridge fund	37,759,800
9	Comprehensive transportation fund	280,104,200
10	Economic development fund	53,597,000
11	IRS debt service rebate	6,981,700
12	Intercity bus equipment fund	140,000
13	Local bridge fund	28,884,100
14	Michigan transportation fund	1,017,972,100
15	Rail freight fund	6,000,000
16	State aeronautics fund	15,006,600
17	State trunkline fund	708,555,700
18	Total other state restricted revenues	2,155,001,200
19	State general fund/general purpose	\$ 391,047,900
20	Sec. 102. DEBT SERVICE	
21	State trunkline	\$ 198,076,600
22	Economic development	11,665,300
23	Local bridge fund	2,406,700
24	Blue Water Bridge fund	6,962,000
25	Airport safety and protection plan	4,992,200
26	Comprehensive transportation	<u>18,215,500</u>
27	GROSS APPROPRIATION	\$ 242,318,300

1	Appropriated from:	
2	Federal revenues:	
3	Federal aid - transportation programs	45,726,400
4	Special revenue funds:	
5	Blue Water Bridge fund.....	6,962,000
6	Comprehensive transportation fund.....	18,215,500
7	Economic development fund.....	11,665,300
8	Local bridge fund.....	2,406,700
9	IRS debt service rebate.....	6,981,700
10	State aeronautics fund.....	4,992,200
11	State trunkline fund.....	145,368,500
12	State general fund/general purpose.....	\$ 0
13	Sec. 103. COLLECTION, ENFORCEMENT, AND OTHER AGENCY	
14	SUPPORT SERVICES	
15	MTF grant to department of environmental quality.....	\$ 1,312,800
16	MTF grant to department of state for collection of	
17	revenue and fees	20,000,000
18	MTF grant to department of treasury.....	2,700,000
19	MTF grant to legislative auditor general.....	303,500
20	STF grant to department of attorney general.....	2,387,000
21	STF grant to civil service commission.....	5,697,000
22	STF grant to department of technology, management, and	
23	budget	1,296,300
24	STF grant to department of state police.....	11,433,400
25	STF grant to department of treasury.....	129,900
26	STF grant to legislative auditor general.....	704,900
27	SAF grant to department of attorney general.....	174,400

1	SAF grant to civil service commission.....	150,000
2	SAF grant to department of technology, management, and	
3	budget	38,600
4	SAF grant to department of treasury.....	74,300
5	SAF grant to legislative auditor general.....	29,100
6	CTF grant to department of attorney general.....	200,900
7	CTF grant to civil service commission.....	200,000
8	CTF grant to department of technology, management, and	
9	budget	47,000
10	CTF grant to department of treasury.....	16,400
11	CTF grant to legislative auditor general.....	<u>37,300</u>
12	GROSS APPROPRIATION.....	\$ 46,932,800
13	Appropriated from:	
14	Special revenue funds:	
15	Comprehensive transportation fund.....	501,600
16	Michigan transportation fund.....	24,316,300
17	State aeronautics fund.....	466,400
18	State trunkline fund.....	21,648,500
19	State general fund/general purpose.....	\$ 0
20	Sec. 104. EXECUTIVE DIRECTION	
21	Full-time equated unclassified positions..... 6.0	
22	Full-time equated classified positions..... 29.3	
23	Unclassified salaries.....	\$ 724,700
24	Asset management council.....	1,626,400
25	Commission audit--29.3 FTE positions.....	<u>3,356,700</u>
26	GROSS APPROPRIATION.....	\$ 5,707,800
27	Appropriated from:	

1	Special revenue funds:		
2	Michigan transportation fund.....		1,626,400
3	State trunkline fund.....		4,081,400
4	State general fund/general purpose.....	\$	0
5	Sec. 105. BUSINESS SUPPORT		
6	Full-time equated classified positions.....	53.0	
7	Business support services--44.0 FTE positions.....	\$	6,662,100
8	Economic development and enhancement programs--9.0 FTE		
9	positions		1,452,600
10	Property management.....		8,066,500
11	Worker's compensation.....		<u>2,237,800</u>
12	GROSS APPROPRIATION.....	\$	18,419,000
13	Appropriated from:		
14	Special revenue funds:		
15	Comprehensive transportation fund.....		1,550,700
16	Economic development fund.....		378,700
17	Michigan transportation fund.....		779,600
18	State aeronautics fund.....		634,600
19	State trunkline fund.....		15,075,400
20	State general fund/general purpose.....	\$	0
21	Sec. 106. INFORMATION TECHNOLOGY		
22	Information technology services and projects.....	\$	<u>31,473,500</u>
23	GROSS APPROPRIATION.....	\$	31,473,500
24	Appropriated from:		
25	Federal revenues:		
26	Federal aid - transportation programs.....		520,500
27	Special revenue funds:		

1	Blue Water Bridge fund.....	53,700
2	Comprehensive transportation fund.....	218,100
3	Economic development fund.....	37,200
4	Michigan transportation fund.....	288,000
5	State aeronautics fund.....	170,200
6	State trunkline fund.....	30,185,800
7	State general fund/general purpose.....	\$ 0
8	Sec. 107. FINANCE, CONTRACTS, AND SUPPORT SERVICES	
9	Full-time equated classified positions.....	185.0
10	Finance, contracts, and support services.....	\$ <u>21,311,000</u>
11	GROSS APPROPRIATION.....	\$ 21,311,000
12	Appropriated from:	
13	Interdepartmental grant revenues:	
14	IDG for accounting service center user charges.....	3,786,900
15	Special revenue funds:	
16	Michigan transportation fund.....	1,553,400
17	State trunkline fund.....	15,970,700
18	State general fund/general purpose.....	\$ 0
19	Sec. 108. TRANSPORTATION PLANNING	
20	Full-time equated classified positions.....	141.0
21	Transportation planning--141.0 FTE positions.....	\$ 38,271,800
22	Grants to regional planning councils.....	<u>488,800</u>
23	GROSS APPROPRIATION.....	\$ 38,760,600
24	Appropriated from:	
25	Federal revenues:	
26	Federal aid - transportation programs.....	20,000,000
27	Special revenue funds:	

1	Comprehensive transportation fund.....		610,500
2	Michigan transportation fund.....		8,649,200
3	State aeronautics fund.....		15,000
4	State trunkline fund.....		9,485,900
5	State general fund/general purpose.....	\$	0
6	Sec. 109. DESIGN AND ENGINEERING SERVICES		
7	Full-time equated classified positions.....	1,586.3	
8	Engineering services--427.6 FTE positions.....		\$ 50,761,600
9	Program services--1,108.7 FTE positions.....		104,867,000
10	Welcome center operations--50.0 FTE positions.....		<u>4,460,000</u>
11	GROSS APPROPRIATION.....		\$ 160,088,600
12	Appropriated from:		
13	Federal revenues:		
14	Federal aid - transportation programs.....		23,529,800
15	Special revenue funds:		
16	Michigan transportation fund.....		11,946,200
17	State trunkline fund.....		124,612,600
18	State general fund/general purpose.....		\$ 0
19	Sec. 110. HIGHWAY MAINTENANCE		
20	Full-time equated classified positions.....	747.7	
21	State trunkline operations--747.7 FTE positions.....		\$ <u>310,440,500</u>
22	GROSS APPROPRIATION.....		\$ 310,440,500
23	Appropriated from:		
24	Special revenue funds:		
25	State trunkline fund.....		310,440,500
26	State general fund/general purpose.....		\$ 0
27	Sec. 111. ROAD AND BRIDGE PROGRAMS		

1	State trunkline federal aid and road and bridge	
2	construction	\$ 824,646,200
3	Local federal aid and road and bridge construction...	240,443,000
4	Grants to local programs.....	33,000,000
5	Rail grade crossing.....	3,000,000
6	Local bridge program.....	26,477,400
7	County road commissions.....	597,608,200
8	Cities and villages.....	<u>333,193,300</u>
9	GROSS APPROPRIATION.....	\$ 2,058,368,100
10	Appropriated from:	
11	Federal revenues:	
12	Federal aid - transportation programs.....	982,720,800
13	Special revenue funds:	
14	Local funds.....	30,000,000
15	Blue Water Bridge fund.....	24,391,900
16	Local bridge fund.....	26,477,400
17	Michigan transportation fund.....	966,801,500
18	State trunkline fund.....	27,976,500
19	State general fund/general purpose.....	0
20	Sec. 112. BLUE WATER BRIDGE	
21	Full-time equated classified positions..... 41.0	
22	Blue Water Bridge operations--41.0 FTE positions	\$ <u>6,352,200</u>
23	GROSS APPROPRIATION.....	\$ 6,352,200
24	Appropriated from:	
25	Special revenue funds:	
26	Blue Water Bridge fund.....	6,352,200
27	State general fund/general purpose.....	\$ 0

1	Sec. 113. TRANSPORTATION ECONOMIC DEVELOPMENT		
2	Forest roads.....	\$	5,000,000
3	Rural county urban system.....		2,500,000
4	Target industries/economic redevelopment.....		18,757,800
5	Urban county congestion.....		7,629,000
6	Rural county primary.....		<u>7,629,000</u>
7	GROSS APPROPRIATION.....	\$	41,515,800
8	Appropriated from:		
9	Special revenue funds:		
10	Economic development fund.....		41,515,800
11	State general fund/general purpose.....	\$	0
12	Sec. 114. AERONAUTICS SERVICES		
13	Full-time equated classified positions.....		54.0
14	Aviation services--54.0 FTE positions.....	\$	7,430,600
15	Air service program.....		<u>289,700</u>
16	GROSS APPROPRIATION.....	\$	7,720,300
17	Appropriated from:		
18	Special revenue funds:		
19	State aeronautics fund.....		7,720,300
20	State general fund/general purpose.....	\$	0
21	Sec. 115. PUBLIC TRANSPORTATION SERVICES		
22	Full-time equated classified positions.....		36.0
23	Passenger transportation services--36.0 FTE positions	\$	<u>5,699,500</u>
24	GROSS APPROPRIATION.....	\$	5,699,500
25	Appropriated from:		
26	Federal revenues:		
27	Federal aid - transportation programs.....		972,100

1	Special revenue funds:	
2	Comprehensive transportation fund.....	4,727,400
3	State general fund/general purpose.....	\$ 0
4	Sec. 116. BUS TRANSIT DIVISION: STATUTORY OPERATING	
5	Local bus operating.....	\$ 167,400,000
6	Nonurban operating/capital.....	<u>25,187,900</u>
7	GROSS APPROPRIATION.....	\$ 192,587,900
8	Appropriated from:	
9	Federal revenues:	
10	Federal aid - transportation programs.....	23,187,900
11	Special revenue funds:	
12	Comprehensive transportation fund.....	167,400,000
13	Local funds.....	2,000,000
14	State general fund/general purpose.....	\$ 0
15	Sec. 117. INTERCITY PASSENGER	
16	Full-time equated classified positions..... 39.0	
17	Office of rail--39.0 FTE positions.....	\$ 6,368,200
18	Freight property management.....	1,000,000
19	Detroit/Wayne County port authority.....	468,200
20	Intercity services.....	5,690,000
21	Rail operations and infrastructure.....	57,022,400
22	Marine passenger service.....	400,000
23	Terminal development.....	<u>150,000</u>
24	GROSS APPROPRIATION.....	\$ 71,098,800
25	Appropriated from:	
26	Federal revenues:	
27	Federal aid - transportation programs.....	14,600,000

1	Special revenue funds:		
2	Local funds.....		150,000
3	Private funds.....		100,000
4	Comprehensive transportation fund.....		47,388,900
5	Intercity bus equipment fund.....		140,000
6	Rail freight fund.....		6,000,000
7	Michigan transportation fund.....		2,011,500
8	State trunkline fund.....		708,400
9	State general fund/general purpose.....	\$	0
10	Sec. 118. PUBLIC TRANSPORTATION DEVELOPMENT		
11	Specialized services.....	\$	17,938,900
12	Municipal credit program.....		2,000,000
13	Transit capital.....		32,145,300
14	Van pooling.....		195,000
15	Service initiatives.....		4,197,300
16	Transportation to work.....		<u>4,700,000</u>
17	GROSS APPROPRIATION.....	\$	61,176,500
18	Appropriated from:		
19	Federal revenues:		
20	Federal aid - transportation programs.....		16,050,000
21	Special revenue funds:		
22	Local funds.....		5,635,000
23	Comprehensive transportation fund.....		39,491,500
24	State general fund/general purpose.....	\$	0
25	Sec. 119. CAPITAL OUTLAY		
26	(1) BUILDINGS AND FACILITIES		
27	Special maintenance, remodeling, and additions.....	\$	<u>3,001,500</u>

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1	GROSS APPROPRIATION.....	\$	3,001,500
2	Appropriated from:		
3	State trunkline fund.....		3,001,500
4	State general fund/general purpose.....	\$	0
5	(2) AIRPORT IMPROVEMENT PROGRAMS		
6	Airport safety, protection and improvement program...	\$	<u>91,978,000</u>
7	GROSS APPROPRIATION.....	\$	91,978,000
8	Appropriated from:		
9	Federal revenues:		
10	Federal aid - transportation programs.....		78,578,000
11	Special revenue funds:		
12	Local funds.....		12,392,100
13	State aeronautics fund.....		1,007,900
14	State general fund/general purpose.....	\$	0
15	Sec. 120. ONE-TIME BASIS ONLY		
16	[
17]		
18	State and local road and bridge programs.....		[379,000,000]
19	Transit capital and rail infrastructure.....		10,000,000
20	Airport safety, protection and improvement program...		<u>2,047,900</u>
21	GROSS APPROPRIATION.....	\$	391,047,900
22	Appropriated from:		
23	State general fund/general purpose.....	\$	391,047,900

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25
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PART 2
PROVISIONS CONCERNING APPROPRIATIONS
FOR FISCAL YEAR 2014-2015

House Bill No. 5313 (H-1) as amended May 6, 2014

1 GENERAL SECTIONS

2 Sec. 201. Pursuant to section 30 of article IX of the state
 3 constitution of 1963, total state spending from state resources
 4 under part 1 for fiscal year 2014-2015 is \$2,546,049,100.00 and
 5 state spending from state resources to be paid to local units of
 6 government for fiscal year 2014-2015 is [\$1,458,396,900.00]. The
 7 itemized statement below identifies appropriations from which
 8 spending to local units of government will occur:

9 DEPARTMENT OF TRANSPORTATION

10	Grants to regional planning councils.....	\$	488,800
11	Grants to local programs.....		33,000,000
12	Rail grade crossing.....		3,000,000
13	Local bridge program.....		26,477,400
14	Grants to county road commissions.....		597,608,200
15	Grants to cities and villages.....		333,193,300
16	Economic development fund.....		22,758,000
17	Air service program.....		289,700
18	Local bus operating.....		167,400,000
19	Detroit/Wayne County port authority.....		468,200
20	Marine passenger service.....		400,000
21	Terminal development.....		150,000
22	Specialized services.....		3,853,900
23	Municipal credit program.....		2,000,000
24	Transit capital.....		25,895,300
25	Service initiatives.....		2,847,300
26	Transportation to work.....		4,700,000

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1	Airport safety, protection, and improvement	
2	program.....	1,007,900
3	One-time state and local road and bridge programs	[230,811,000]
4	One-time airport safety, protection, and improvement	
5	program.....	<u>2,047,900</u>
6	Total payments to local units of government	\$ [1,458,396,900]

7 Sec. 202. The appropriations authorized under this part and
8 part 1 are subject to the management and budget act, 1984 PA 431,
9 MCL 18.1101 to 18.1594.

- 10 Sec. 203. As used in this part and part 1:
11 (a) "Amtrak" means the national railroad passenger
12 corporation.
13 (b) "CTF" means comprehensive transportation fund.
14 (c) "Department" means the state transportation department.
15 (d) "DOT" means the United States department of
16 transportation.
17 (e) "DOT-FHWA" means DOT, federal highway administration.
18 (f) "FTE" means full-time equated.
19 (g) "IRS" means the internal revenue service.
20 (h) "MTF" means Michigan transportation fund.
21 (i) "SAF" means state aeronautics fund.
22 (j) "STF" means state trunkline fund.

[Sec. 204. (1) For each new program or program increase for which funds are appropriated in part 1, the department shall report the following to the house and senate appropriations committees, the house and senate fiscal agencies, and the state budget director:

(a) By November 1, 2014, a list of specific benchmarks intended to measure the performance or return on taxpayer investment of the program and its associated expenditures.

(b) By March 1, 2015, an update on the progress of the program and the status of expenditures for the program as measured by those benchmarks.

(2) It is the intent of the legislature that, beginning with the budget for the fiscal year ending September 30, 2016, any proposal for a new program or spending increase on existing programs initiated by the executive branch or the legislature shall include, as part of the original proposal or budget request, a specific list of benchmarks intended to measure the performance or return on taxpayer investment of the program or spending increase.]

23 Sec. 206. (1) In addition to the funds appropriated in part 1,
24 there is appropriated an amount not to exceed \$200,000,000.00 for
25 federal contingency funds. These funds are not available for
26 expenditure until they have been transferred to another line item
27 in part 1 pursuant to section 393(2) of the management and budget

1 act, 1984 PA 431, MCL 18.1393.

2 (2) In addition to the funds appropriated in part 1, there is
3 appropriated an amount not to exceed \$40,000,000.00 for state
4 restricted contingency funds. These funds are not available for
5 expenditure until they have been transferred to another line item
6 in part 1 pursuant to section 393(2) of the management and budget
7 act, 1984 PA 431, MCL 18.1393.

8 (3) In addition to the funds appropriated in part 1, there is
9 appropriated an amount not to exceed \$1,000,000.00 for local
10 contingency funds. These funds are not available for expenditure
11 until they have been transferred to another line item in part 1
12 pursuant to section 393(2) of the management and budget act, 1984
13 PA 431, MCL 18.1393.

14 (4) In addition to the funds appropriated in part 1, there is
15 appropriated an amount not to exceed \$1,000,000.00 for private
16 contingency funds. These funds are not available for expenditure
17 until they have been transferred to another line item in part 1
18 pursuant to section 393(2) of the management and budget act, 1984
19 PA 431, MCL 18.1393.

20 Sec. 207. The department shall cooperate with the department
21 of technology, management, and budget to maintain a searchable
22 website accessible by the public at no cost that includes, but is
23 not limited to, all of the following:

24 (a) Fiscal year-to-date expenditures by category.

25 (b) Fiscal year-to-date expenditures by appropriation unit.

26 (c) Fiscal year-to-date payments to a selected vendor,
27 including the vendor name, payment date, payment amount, and

1 payment description.

2 (d) The number of active department employees by job
3 classification.

4 (e) Job specifications and wage rates.

5 Sec. 208. The departments and agencies receiving
6 appropriations in part 1 shall use the Internet to fulfill the
7 reporting requirements of this part. This requirement may include
8 transmission of reports via electronic mail to the recipients
9 identified for each reporting requirement, or it may include
10 placement of reports on an Internet or Intranet site.

11 Sec. 209. Funds appropriated in part 1 shall not be used for
12 the purchase of foreign goods or services, or both, if
13 competitively priced and of comparable quality American goods or
14 services, or both, are available. Preference shall be given to
15 goods or services, or both, manufactured or provided by Michigan
16 businesses, if they are competitively priced and of comparable
17 quality. In addition, preference shall be given to goods or
18 services, or both, that are manufactured or provided by Michigan
19 businesses owned and operated by veterans, if they are
20 competitively priced and of comparable quality.

21 Sec. 210. The director shall take all reasonable steps to
22 ensure businesses in deprived and depressed communities compete for
23 and perform contracts to provide services or supplies, or both.
24 Each director shall strongly encourage firms with which the
25 department contracts to subcontract with certified businesses in
26 depressed and deprived communities for services, supplies, or both.

27 Sec. 212. The department and agencies receiving appropriations

1 in part 1 shall receive and retain copies of all reports funded
2 from appropriations in part 1. Federal and state guidelines for
3 short-term and long-term retention of records shall be followed.
4 The department may electronically retain copies of reports unless
5 otherwise required by federal and state guidelines.

6 Sec. 215. A department shall not take disciplinary action
7 against an employee for communicating with a member of the
8 legislature or his or her staff.

9 Sec. 228. Not later than November 30, the state budget office
10 shall prepare and transmit a report that provides for estimates of
11 the total general fund/general purpose appropriation lapses at the
12 close of the prior fiscal year. This report shall summarize the
13 projected year-end general fund/general purpose appropriation
14 lapses by major departmental program or program areas. The report
15 shall be transmitted to the office of the state budget, the
16 chairpersons of the senate and house of representatives standing
17 committees on appropriations, and the senate and house fiscal
18 agencies.

19 Sec. 229. Within 14 days after the release of the executive
20 budget recommendation, the department shall cooperate with the
21 state budget office to provide the state budget director, the
22 senate and house appropriations chairs, the senate and house
23 appropriations subcommittees on transportation, respectively, and
24 the senate and house fiscal agencies with an annual report on
25 estimated state restricted fund balances, state restricted fund
26 projected revenues, and state restricted fund expenditures for the
27 fiscal years ending September 30, 2014 and September 30, 2015.

1 Sec. 233. Not later than April 1, the department shall prepare
2 and transmit a report that provides detail regarding the
3 department's expenditures for administration and planning
4 associated with local units of government. The report shall list
5 the portion of all the expenditures from part 1 that are allocated
6 for administration and planning that are associated with the
7 disbursement of all local funds. The report shall be transmitted to
8 the office of the state budget, the senate and house appropriations
9 chairs, the senate and house appropriations subcommittees on
10 transportation, respectively, and the senate and house fiscal
11 agencies.

12 Sec. 235. The department shall maintain, on a publicly
13 accessible website, a department scorecard that identifies, tracks,
14 and regularly updates key metrics that are used to monitor and
15 improve the agency's performance.

16 Sec. 260. The departments and agencies receiving
17 appropriations in part 1 shall prepare a report on out-of-state
18 travel expenses not later than January 1 of each year. The travel
19 report shall be a listing of all travel by classified and
20 unclassified employees outside this state in the immediately
21 preceding fiscal year that was funded in whole or in part with
22 funds appropriated in the department's budget. The report shall be
23 submitted to the senate and house appropriations committees, the
24 house and senate fiscal agencies, and the state budget director.
25 The report shall include the following information:

26 (a) The dates of each travel occurrence.

27 (b) The transportation and related costs of each travel

1 occurrence, including the proportion funded with state general
2 fund/general purpose revenues, the proportion funded with state
3 restricted revenues, the proportion funded with federal revenues,
4 and the proportion funded with other revenues.

5 Sec. 262. Funds appropriated in part 1 shall not be used by a
6 principal executive department, state agency, or authority to hire
7 a person to provide legal services that are the responsibility of
8 the attorney general. This prohibition does not apply to legal
9 services for bonding activities and for those activities that the
10 attorney general authorizes.

11 Sec. 263. (1) The department shall report no later than April
12 1, 2015 on each specific policy change made to implement a public
13 act affecting the department that took effect during the prior
14 calendar year to the house and senate appropriations subcommittees
15 on the budget for the department, the joint committee on
16 administrative rules, and the senate and house fiscal agencies.

17 (2) Funds appropriated in part 1 shall not be used by the
18 department to adopt a rule that will apply to a small business and
19 that will have a disproportionate economic impact on small
20 businesses because of the size of those businesses if the
21 department fails to reduce the disproportionate economic impact of
22 the rule on small businesses as provided under section 40 of the
23 administrative procedures act of 1969, 1969 PA 306, MCL 24.240.

24 (3) As used in this section:

25 (a) "Rule" means that term as defined under section 7 of the
26 administrative procedures act of 1969, 1969 PA 306, MCL 24.207.

27 (b) "Small business" means that term as defined under section

1 7a of the administrative procedures act of 1969, 1969 PA 306, MCL
2 24.207a.

3 Sec. 270. In order to reduce costs and maintain quality, it is
4 the intent of the legislature that, excluding the fleet of motor
5 vehicles for the department of state police, the department will
6 prioritize the utilization of remanufactured parts as the primary
7 means of maintenance and repair for the state of Michigan's fleet
8 of motor vehicles.

9 **DEPARTMENTAL SECTIONS**

10 Sec. 301. (1) The department may establish a fee schedule and
11 collect fees sufficient to cover the costs to issue the permits
12 that the department is authorized by law to issue upon request,
13 unless otherwise stipulated by law. All permit fees are
14 nonrefundable application fees and shall be credited to the
15 appropriate fund to recover the direct and indirect costs of
16 receiving, reviewing, and processing the requests.

17 (2) A bridge authority shall hold 3 public hearings on an
18 increase in any toll charged by the authority at least 30 days
19 before the toll change will become effective. Two of the hearings
20 shall be held within 5 miles of the bridge over which the bridge
21 authority has jurisdiction. One hearing shall be held in Lansing.
22 Public hearings held under this section shall be conducted in
23 accordance with the open meetings act, 1976 PA 267, MCL 15.261 to
24 15.275, and shall be conducted so as to provide a reasonable
25 opportunity for public comment, including both spoken and written
26 comments.

1 Sec. 303. On request, the department shall provide to a
2 legislator, in writing, a report on the amount of money to be
3 received by each city and village and the county road commission of
4 each county, that is included in whole or in part within the
5 legislator's legislative district.

6 Sec. 304. If, as a requirement of bidding on a highway
7 project, the department requires a contractor to submit financial
8 or proprietary documentation as to how the bid was calculated, that
9 bid documentation shall be kept confidential and shall not be
10 disclosed other than to a department representative without the
11 contractor's written consent. The department may disclose the bid
12 documentation if necessary to address or defend a claim by a
13 contractor.

14 Sec. 305. (1) The department may permit space on public
15 passenger transportation properties to be occupied by public or
16 private tenants on a competitive market rate basis. The department
17 shall require that revenue from the tenants be placed in an account
18 to be used to pay the costs to maintain and improve the property.

19 (2) The department shall charge public transit agencies and
20 intercity bus carriers equal rates per square foot for leasing
21 space in state-owned intermodal facilities.

22 Sec. 306. (1) The amounts appropriated in part 1 to support
23 tax and fee collection, law enforcement, and other program services
24 provided to the department and to transportation funds by other
25 state departments shall be expended from transportation funds
26 pursuant to annual contracts between the department and those other
27 state departments. The contracts shall be executed prior to the

1 expenditure or obligation of those funds. The contracts shall
2 provide, but are not limited to, the following data applicable to
3 each state department:

4 (a) Estimated costs to be recovered from transportation funds.

5 (b) Description of services provided to the department and/or
6 transportation funds and financed with transportation funds.

7 (c) Detailed cost allocation methods appropriate to the type
8 of services being provided and the activities financed with
9 transportation funds.

10 (2) Not later than 2 months after publication of the state of
11 Michigan comprehensive annual financial report, each state
12 department receiving funding pursuant to an interdepartment
13 contract with the department shall submit a written report to the
14 department, the state budget director, and the house and senate
15 fiscal agencies stating by spending authorization account the
16 amount of estimated funds contracted with the department, the
17 amount of funds expended, the amount of funds returned to the
18 transportation funds, and any unreimbursed transportation-related
19 costs incurred but not billed to transportation funds. A copy of
20 the report shall be submitted to the auditor general, and the
21 report shall be subject to audit by the auditor general as provided
22 in subsection (3).

23 (3) Biennially, in each even-numbered fiscal year, the auditor
24 general shall conduct an audit of charges to transportation funds
25 by state departments for the 2 preceding fiscal years. The audit
26 shall include both charges governed by interdepartmental contracts
27 as well as miscellaneous charges from other state departments not

1 governed by contracts. The auditor general shall prepare a detailed
2 report, with recommendations and conclusions, including a summary
3 of charges and related services to transportation funds by
4 department, the appropriateness of those charges, the cost
5 allocation methodologies used in determining the level of funding,
6 and any unreimbursed transportation-related costs, if any. The
7 report shall be provided to the senate and house of representatives
8 committees on appropriations, the senate and house fiscal agencies,
9 and the state budget director 9 months after publication of the
10 state of Michigan comprehensive annual financial report.

11 Sec. 307. Before March 1 of each year, the department will
12 provide to the legislature, the state budget office, and the house
13 and senate fiscal agencies its rolling 5-year plan listing by
14 county or by county road commission all highway construction
15 projects for the fiscal year and all expected projects for the
16 ensuing fiscal years.

17 Sec. 308. (1) As prescribed in subsection (2), the department
18 shall submit reports to the state budget director, the house and
19 senate appropriations subcommittees on transportation, and the
20 house and senate fiscal agencies on department activities related
21 to the prequalification of construction contractors under 1933 PA
22 170, MCL 123.501 to 123.508, and related administrative rules. The
23 report shall be submitted on or before March 1, 2015.

24 (2) The report shall include all of the following:

25 (a) A description of the department's processes and procedures
26 for evaluating construction contractor performance on capital
27 construction projects administered by the department including

1 state trunkline projects, rail infrastructure projects, local
2 agency federal-aid highway projects, and airport improvement
3 projects.

4 (b) Criteria that would cause the department to rate
5 contractor performance as unsatisfactory.

6 (c) The impact, if any, on a contractor's prequalification if
7 given an unsatisfactory performance rating by the department.

8 (d) A description of all department actions related to
9 unsatisfactory contractor performance ratings and restrictions on
10 contractor prequalification during the fiscal year ending September
11 30, 2014.

12 Sec. 310. The department shall provide in a timely manner
13 copies of the agenda and approved minutes of monthly transportation
14 commission meetings to the members of the house and senate
15 appropriations subcommittees on transportation, the house and
16 senate fiscal agencies, and the state budget director.

17 Sec. 313. (1) From funds appropriated in part 1, the
18 department may increase a state infrastructure bank program and
19 grant or loan funds in accordance with regulations of the state
20 infrastructure bank program of the United States department of
21 transportation. The state infrastructure bank is to be administered
22 by the department for the purpose of providing a revolving, self-
23 sustaining resource for financing transportation infrastructure
24 projects.

25 (2) In addition to funds provided in subsection (1), money
26 received by the state as federal grants, repayment of state
27 infrastructure bank loans, or other reimbursement or revenue

1 received by the state as a result of projects funded by the program
2 and interest earned on that money shall be deposited in the
3 revolving state infrastructure bank fund and shall be available for
4 transportation infrastructure projects. At the close of the fiscal
5 year, any unencumbered funds remaining in the state infrastructure
6 bank fund shall remain in the fund and be carried forward into the
7 succeeding fiscal year.

8 (3) The department shall submit a report to the state budget
9 director, the house and senate appropriations subcommittees on
10 transportation, and the house and senate fiscal agencies on the
11 status of the state infrastructure bank. The report shall be
12 submitted on or before December 1, 2014. The report shall include
13 all of the following:

14 (a) The balance in the state infrastructure bank at September
15 30, 2014, including a breakdown of the balance by cash and cash
16 equivalents, outstanding loans, and balance available for loan to
17 local agencies.

18 (b) A breakdown of the state infrastructure loan balance by
19 amounts designated as originating from federal sources and the
20 amounts originating from nonfederal sources.

21 (c) A list of outstanding loans by agency, original loan
22 amount, project description, loan term, and amount outstanding.

23 Sec. 319. The department shall post signs at each rest area to
24 identify the agency or contractor responsible for maintenance of
25 the rest area. The signs shall include a department telephone
26 number and shall indicate that unsafe or unclean conditions at the
27 rest area may be reported to that telephone number.

1 Sec. 353. The department shall review its contractor payment
2 process and ensure that all prime contractors are paid promptly.
3 The department shall ensure that prime contractors are in
4 compliance with special provision 109.10 regarding the prompt
5 payment of subcontractors.

6 Sec. 357. When presented with complete local federal aid
7 project submittals, the department shall complete all necessary
8 reviews and inspections required to let local federal aid projects
9 within 120 days of receipt. The department shall implement a system
10 for monitoring the local federal aid project review process.

11 Sec. 375. The department is prohibited from reimbursing
12 contractors or consultants for costs associated with groundbreaking
13 ceremonies, receptions, open houses, or press conferences related
14 to transportation projects funded, in whole or in part, by revenue
15 appropriated in part 1.

16 Sec. 381. The department shall require as a condition of each
17 contract or subcontract for construction, maintenance, or
18 engineering services that the prequalified contractor or
19 prequalified subcontractor agree to use the E-Verify system to
20 verify that all persons hired during the contract term by the
21 contractor or subcontractor are legally present and authorized to
22 work in the United States. The department may verify this
23 information directly or may require contractors and subcontractors
24 to verify the information and submit a certification to the
25 department. The department shall report to the house and senate
26 appropriations committees and the house and senate fiscal agencies
27 by March 1, 2015 describing the processes it has developed and

1 implemented under provisions of this section. As used in this
2 section, "E-Verify" means an Internet-based system operated by the
3 department of homeland security, U.S. citizenship and immigration
4 services in partnership with the social security administration.

5 Sec. 382. In administering a contract with a county road
6 commission, city, or village that allocates costs of construction
7 or reconstruction of highways, roads, and streets as provided in
8 section 18d of 1951 PA 51, MCL 247.668d, the department shall
9 submit the final cost-sharing bill to the county road commission,
10 city, or village not later than 2 years after the date of the final
11 contract payment to the construction contractor.

12 Sec. 383. (1) The department shall prepare a report on use of
13 department-owned aircraft during the fiscal year ending September
14 30, 2014. With respect to each department-owned aircraft, the
15 report shall include all of the following:

16 (a) Total hours of usage.

17 (b) Description of specific flights including dates of travel,
18 names of passengers including state agency, university, or local
19 government affiliation, travel origin and destination, purpose of
20 travel, and total estimated costs associated with the air travel.

21 (2) The report shall be submitted to the senate and house
22 appropriations subcommittees on transportation and the house and
23 senate fiscal agencies no later than February 1, 2015.

24 (3) The department shall maintain a system for recovering the
25 cost of operating department-owned aircraft through charges to
26 aircraft users.

27 (4) From the funds appropriated in part 1, the department is

1 prohibited from transporting legislators or legislative staff on
2 state-owned aircraft without prior approval from the senate
3 majority leader or the speaker of the house of representatives and
4 only when the aircraft is already scheduled by state agencies on
5 related official state business.

6 (5) It is the intent of the legislature that the department
7 work with the Michigan state police to establish a reciprocal
8 agreement on employing fixed-wing aircraft with specifically
9 designed equipment for use by the Michigan state police when
10 conducting operations.

11 Sec. 384. (1) Except as otherwise provided in subsection (2),
12 the department shall not obligate the state to expend any state
13 transportation revenue for construction planning or construction of
14 the Detroit River International Crossing or a renamed successor. In
15 addition, except as provided in subsection (2), the department
16 shall not commit the state to any new contract related to the
17 construction planning or construction of the Detroit River
18 International Crossing or a renamed successor that would obligate
19 the state to expend any state transportation revenue. An
20 expenditure for staff resources used in connection with project
21 activities, which expenditure is subject to full and prompt
22 reimbursement from Canada, shall not be considered an expenditure
23 of state transportation revenue.

24 (2) If the legislature enacts specific enabling legislation
25 for the construction of the Detroit River International Crossing or
26 a renamed successor, subsection (1) does not apply once the
27 enabling legislation goes into effect.

1 Sec. 385. (1) The department shall submit reports to the state
2 budget director, the speaker of the house, the house minority
3 leader, the senate majority leader, the senate minority leader, the
4 house and senate appropriations subcommittees on transportation,
5 and the house and senate fiscal agencies on department activities
6 related to all nonconstruction or construction planning activities
7 related to the Detroit River International Crossing or a renamed
8 successor. The initial report shall be submitted on or before
9 December 1, 2014 and shall cover the fiscal year ending September
10 30, 2014.

11 (2) The initial report shall include, at a minimum, all of the
12 following:

13 (a) Department costs incurred in the fiscal year ending
14 September 30, 2014, including employee salaries, wages, benefits,
15 travel, and contractual services, and what activities those costs
16 were related to.

17 (b) Costs of other executive branch agencies incurred in the
18 fiscal year ending September 30, 2014, including employee salaries,
19 wages, benefits, travel, and contractual services, and what
20 activities those costs were related to.

21 (c) A breakdown of the source of funds used for the activities
22 described in subdivisions (a) and (b).

23 (d) A breakdown of reimbursements made by Canada under section
24 384(1) to the state for expenditures for staff resources used in
25 connection with project activities.

26 (e) A narrative description of the status of the Detroit River
27 International Crossing or a renamed successor, including efforts

1 undertaken to implement provisions of the crossing agreement
2 executed June 15, 2012 by representatives of the Canadian
3 government and this state.

4 (3) After submission of the initial report, a subsequent
5 report shall be submitted on March 1, 2015, June 1, 2015, and
6 September 1, 2015 and shall include the same information described
7 in subsection (2) for the applicable previous fiscal quarter.

8 Sec. 393 (1). The department shall promote best practices for
9 public transportation services in this state, including, but not
10 limited to, the following:

11 (a) Transit vehicle rehabilitation to reduce life-cycle cost
12 of public transportation through midlife rehabilitation of transit
13 buses.

14 (b) Cooperation between entities using transit, including
15 school districts, cities, townships, and counties with a view to
16 promoting cost savings through joint purchasing of fuel and other
17 procurements.

18 (c) Coordination of transportation dollars among state
19 departments which provide transit-related services, including the
20 department of human services and the department of community
21 health. Priority should be given to use of public transportation
22 services where available.

23 (d) Promotion of intelligent transportation services for buses
24 that incorporate computer and navigation technology to make transit
25 systems more efficient, including stoplight coordinating, vehicle
26 tracking, data tracking, and computerized scheduling.

27 (2) The department shall report on efforts taken to implement

1 this section as well as section 393 of article XVII of 2011 PA 63.
2 The department shall complete and submit the report to the state
3 budget director, the house and senate appropriations subcommittees
4 on transportation, and the house and senate fiscal agencies on or
5 before March 1, 2015.

6 **FEDERAL**

7 Sec. 401. Within 30 days of receiving the applicable fiscal
8 year authorization from the federal government to commit
9 transportation funds, the department shall notify local agency
10 representatives, the senate and house of representatives
11 appropriations transportation subcommittees, the senate and house
12 fiscal agencies, and the state budget director regarding the amount
13 of federal aid for categorical allocations to state and local
14 agency programs not specifically allocated in either federal or
15 state law.

16 Sec. 402. A portion of the federal DOT-FHWA highway research,
17 planning, and construction funds made available to this state shall
18 be allocated to transportation programs administered by local
19 jurisdictions in accordance with section 10o of 1951 PA 51, MCL
20 247.660o. A local road agency, with respect to a project approved
21 for federal aid funding in a state transportation improvement
22 program, may enter into a voluntary buyout agreement with the
23 department or with another local road agency to exchange the
24 federal aid with state restricted transportation funds as agreed to
25 by the respective parties. The state restricted transportation
26 funds received in exchange for federal aid funds shall be used for

1 the same purpose as the federal aid funds were originally intended.

2 **MICHIGAN TRANSPORTATION FUND**

3 Sec. 501. The money received under the motor carrier act, 1933
4 PA 254, MCL 475.1 to 479.43, and not appropriated to the department
5 of licensing and regulatory affairs or the department of state
6 police is deposited in the Michigan transportation fund.

7 Sec. 503. (1) The funds appropriated in part 1 for the
8 economic development and local bridge programs shall not lapse at
9 the end of the fiscal year but shall carry forward each fiscal year
10 for the purposes for which appropriated in accordance with 1987 PA
11 231, MCL 247.901 to 247.913, and section 10(5) of 1951 PA 51, MCL
12 247.660.

13 (2) Interest earned in the department of transportation
14 economic development fund and local bridge fund shall remain in the
15 respective funds and shall be allocated to the respective programs
16 based on actual interest earned at the end of each fiscal year.

17 (3) In addition to the funds appropriated in part 1, the
18 department of transportation economic development fund and local
19 bridge fund may receive federal, local, or private funds or
20 restricted source funds such as interest earnings. These funds are
21 appropriated for projects that are consistent with the purposes of
22 the respective funds.

23 (4) None of the funds statutorily dedicated to the
24 transportation economic development fund and local bridge fund
25 shall be diverted to other projects.

26 Sec. 504. Funds from the Michigan transportation fund shall be

1 distributed to the comprehensive transportation fund, the economic
2 development fund, the recreation improvement fund, and the state
3 trunkline fund, in accordance with this part and part 1 and part
4 711 of the natural resources and environmental protection act, 1994
5 PA 451, MCL 324.71101 to 324.71108, and may only be used as
6 specified in this part and part 1, 1951 PA 51, MCL 247.651 to
7 247.675, and part 711 of the natural resources and environmental
8 protection act, 1994 PA 451, MCL 324.71101 to 324.71108.

9 **STATE TRUNKLINE FUND**

10 Sec. 601. The department shall work with the road construction
11 industry and engineering consulting community to develop
12 performance and road construction warranties for construction
13 contracts. The development of warranties shall include warranties
14 on materials, workmanship, performance criteria, and design/build
15 projects. The department will report by September 30 of each
16 calendar year to the house of representatives and senate
17 appropriations subcommittees on transportation, the state budget
18 director, and the house and senate fiscal agencies on the status of
19 efforts to develop performance and road construction warranties.
20 The department shall report to the legislature on policy options to
21 strengthen and expand the use of road construction warranties or
22 other measures to increase accountability related to the
23 performance of construction projects on both state and local roads.
24 The department shall complete and submit the report to the state
25 budget director, the house and senate appropriations subcommittees
26 on transportation, and the house and senate fiscal agencies on or

1 before November 1, 2014.

2 Sec. 603. The department shall use traffic congestion as 1 of
3 the criteria in determining the priorities for designating which
4 roads shall be remediated in its 5-year road plan, which must be
5 submitted on or before March 1 of each year. Criteria for
6 evaluating traffic congestion shall include, but not be limited to,
7 coordination with local, county, and regional planning, improvement
8 in traffic operations, improvement in physical roadway conditions,
9 accident reduction, and coordination with area public
10 transportation planning.

11 Sec. 604. At the close of the fiscal year, any unencumbered
12 and unexpended balance in the state trunkline fund shall remain in
13 the state trunkline fund and shall carry forward and is
14 appropriated for federal aid road and bridge programs for projects
15 contained in the annual state transportation program.

16 Sec. 610. The department shall have as a priority the removal
17 of dead deer and other large animal remains from the traveled
18 portion and shoulder of state highways. The department, and
19 counties that perform state highway maintenance under contract,
20 shall remove animal remains, wherever practicable and when funds
21 are available, away from the traveled portion and shoulder of state
22 highways.

23 Sec. 612. The department shall establish guidelines governing
24 incentives and disincentives provided under contracts for state
25 trunkline projects. The guidelines shall include specific financial
26 information concerning incentives and disincentives. On or before
27 January 1 of each year, the department shall prepare a report for

1 the immediately preceding fiscal year regarding contract incentives
2 and disincentives. This report shall include a list, by project, of
3 the contractors that received contract incentives and/or
4 disincentives, the amount of the incentives and/or disincentives,
5 and the number of days that each project was completed either ahead
6 or past the contracted completion date. This report shall be
7 provided to the senate and house appropriations subcommittees on
8 transportation, the senate and house standing committees on
9 transportation, and the senate and house fiscal agencies.

10 Sec. 660. (1) The legislature encourages the department to
11 examine the use of alternative road surface materials, including
12 recycled materials, and to develop criteria and specifications for
13 their use in both department-managed and contracted projects.

14 (2) The department shall evaluate the use of a bituminous mix
15 which incorporates crumb rubber from scrap tires.

16 (3) The department shall report on efforts taken to implement
17 this section. The report shall include descriptions of specific
18 materials evaluated, evaluation methods, and results of specific
19 field or laboratory tests. The department shall complete and submit
20 the report to the state budget director, the house and senate
21 appropriations subcommittees on transportation, and the house and
22 senate fiscal agencies on or before March 1, 2015.

23 TRANSIT AND RAIL RELATED FUNDS

24 Sec. 701. The department shall establish an intercity bus
25 equipment and facility fund as a subsidiary fund within the
26 comprehensive transportation fund created under section 10b of 1951

1 PA 51, MCL 247.660b. Proceeds received by this state from the sale
2 of state-owned intercity bus equipment shall be credited to the
3 intercity bus equipment facility fund for the purchase and repair
4 of intercity bus equipment, as appropriated. Security deposits not
5 returned to a lessee of state-owned intercity bus equipment under
6 terms of the lease agreement shall be credited to the intercity bus
7 equipment fund for the repair of intercity bus equipment, as
8 appropriated. Money received by the department from lease payments
9 for state-owned intercity bus equipment, and facility maintenance
10 charges under terms of leases of state-owned intercity facilities,
11 shall be credited to the intercity bus equipment facility fund for
12 the purchase and repair of intercity bus equipment or for the
13 maintenance and rehabilitation of state-owned intercity facilities,
14 as appropriated. At the close of the fiscal year, any funds
15 remaining in the intercity bus equipment facility fund shall remain
16 in the fund and be carried forward into the succeeding fiscal year.

17 Sec. 702. Money that is received by this state as repayment
18 for loans made for rail or water freight capital projects, and as a
19 result of the sale of property or equipment used or projected to be
20 used for rail or water freight projects shall be deposited in the
21 fund created by section 17 of the state transportation preservation
22 act of 1976, 1976 PA 295, MCL 474.67. At the close of the fiscal
23 year, any funds remaining in the rail freight fund shall remain in
24 the fund and be carried forward into the succeeding fiscal year.

25 Sec. 703. After receiving notification from a railroad company
26 pursuant to section 8 of the state transportation preservation act
27 of 1976, 1976 PA 295, MCL 474.58, the department shall immediately

1 notify the house of representatives and senate appropriations
2 subcommittees on transportation and the state budget office that
3 the railroad company has filed with the appropriate governmental
4 agencies for abandonment of a line.

5 Sec. 706. The Detroit/Wayne County port authority shall issue
6 a complete operations assessment and a financial disclosure
7 statement. The operations assessment shall include operational
8 goals for the next 5 years and recommendations to improve land
9 acquisition and development efficiency. The report shall be
10 completed and submitted to the house of representatives and senate
11 appropriations subcommittees on transportation, the state budget
12 director, and the house and senate fiscal agencies by February 15
13 of each fiscal year for the prior fiscal year.

14 Sec. 711. (1) As prescribed in subsection (2), the department
15 shall submit reports to the state budget director, the house and
16 senate appropriations subcommittees on transportation, and the
17 house and senate fiscal agencies on rail passenger service provided
18 by Amtrak under a contractual agreement with the department. The
19 report shall be submitted on or before May 1, 2015.

20 (2) The report shall include all of the following:

21 (a) Passenger counts for the preceding fiscal year for each of
22 the 3 Amtrak routes in Michigan.

23 (b) Revenue and operating expenses by Amtrak route.

24 (c) Total state operating payments to Amtrak in the preceding
25 fiscal year by Amtrak route.

26 (d) A discussion of major factors affecting route costs and
27 revenue and net state costs in the preceding fiscal year, and

1 factors affecting route costs and revenue and net state costs
2 anticipated in the current and future fiscal years.

3 Sec. 712. From the funds appropriated in part 1, the
4 department shall conduct a study of the feasibility of rail
5 passenger service on the rail corridor between Holland and Detroit,
6 via Grand Rapids and Lansing. The study shall include ridership
7 projections within the corridor, estimated rail passenger service
8 capital and operating costs, and revenue estimates. The department
9 shall complete and submit the report to the state budget director,
10 the house and senate appropriations subcommittees on
11 transportation, and the house and senate fiscal agencies on or
12 before May 1, 2015.

13 Sec. 735. For the fiscal year ending September 30, 2015, the
14 appropriation to a street railway pursuant to section 10e(22) of
15 1951 PA 51, MCL 247.660e, is \$0.

16 Sec. 736. From the funds appropriated in part 1 for rail
17 operations and infrastructure, \$1,500,000.00 shall be allocated for
18 a pilot project to test traffic control devices at rail grade
19 crossings on railroad tracks that are federally designated as a
20 high-speed rail corridor under 49 USC 26106. Any pilot project
21 entered into under this section shall be done using a competitive
22 bidding process.

23 Sec. 740. The department shall report by March 1 of each year
24 to the house of representatives and senate appropriations
25 subcommittees on transportation, the house and senate fiscal
26 agencies, and the state budget director the encumbered and
27 unencumbered balances of the comprehensive transportation fund.

1 AERONAUTICS FUND

2 Sec. 801. Except as otherwise provided in section 903 for
3 capital outlay, at the close of the fiscal year, any unobligated
4 and unexpended balance in the state aeronautics fund created in the
5 aeronautics code of the state of Michigan, 1945 PA 327, MCL 259.1
6 to 259.208, shall lapse to the state aeronautics fund and be
7 appropriated by the legislature in the immediately succeeding
8 fiscal year.

9 Sec. 802. The legislature encourages the department to find
10 private entities or local public agencies to assume ownership and
11 operating responsibility for airports currently owned by the
12 department.

13 CAPITAL OUTLAY

14 Sec. 901. (1) From federal-state-local project appropriations
15 contained in part 1 for the purpose of assisting political entities
16 and subdivisions of this state in the construction and improvement
17 of publicly used airports and landing fields within this state, the
18 state transportation department may permit the award of contracts
19 on behalf of units of local government for the authorized locations
20 not to exceed the indicated amounts, of which the state allocated
21 portion shall not exceed the amount appropriated in part 1.

22 (2) Political entities and subdivisions shall provide not less
23 than 5% of the cost of any project under this section, unless a
24 total nonfederal share greater than 10% is otherwise specified in
25 federal law. State money shall not be allocated until local money

1 is allocated. State money for any 1 project shall not exceed 1/3 of
2 the total appropriation in part 1 from state funds for airport
3 improvement programs.

4 (3) The Michigan aeronautics commission may take those steps
5 necessary to match federal money available for airport construction
6 and improvement within this state and to meet the matching
7 requirements of the federal government. Whether acting alone or
8 jointly with another political subdivision or public agency or with
9 this state, a political subdivision or public agency of this state
10 shall not submit to any agency of the federal government a project
11 application for airport planning or development unless it is
12 authorized in this part and part 1 and the project application is
13 approved by the governing body of each political subdivision or
14 public agency making the application and by the Michigan
15 aeronautics commission.

16 Sec. 902. Before the end of each fiscal year, the state
17 transportation department shall report to the house and senate
18 appropriations subcommittees on transportation and the house and
19 senate fiscal agencies on the status of airport improvement
20 projects funded in part 1 with the estimated dollars allocated for
21 each project. If there has to be a delay in reporting, the state
22 transportation department shall notify the house and senate
23 appropriations subcommittees on transportation in writing of the
24 date the report will be received.

25 Sec. 903. The appropriations in part 1 for capital outlay
26 shall be carried forward at the end of the fiscal year consistent
27 with the provisions of section 248 of the management and budget

House Bill No. 5313 (H-1) as amended May 6, 2014
 1 act, 1984 PA 431, MCL 18.1248.

2 **ONE-TIME APPROPRIATIONS**

3 [

7]

8 Sec. 1002. The appropriation in part 1 of [\$379,000,000.00] from
 9 the state general fund for state and local road and bridge programs
 10 shall be distributed to the state trunk line fund, county road
 11 commissions, and cities and villages, in the same percentages
 12 described in section 10(1)(j) of 1951 PA 51, MCL 247.660. Funds
 13 distributed to county road commissions under this section shall be
 14 distributed among the county road commissions in accordance with
 15 section 12 of 1951 PA 51, MCL 247.662. Funds distributed to cities
 16 and villages under this section shall be distributed among cities
 17 and villages in accordance with section 13 of 1951 PA 51, MCL
 18 247.663.

[Sec. 1002a. Of the funds made available to the state trunkline
 fund through the general fund appropriation to state and local road and
 bridge programs in part 1, \$127,000,000.00 is allocated to the state
 trunkline federal aid and road and bridge construction program and is
 intended to ensure that the state is able to match all available federal-
 aid highway funds.]

19 Sec. 1003. By December 1, 2015, the department shall report to
 20 the house and senate appropriations subcommittees on
 21 transportation, and the house and senate fiscal agencies, on the
 22 use of 1-time general fund/general purpose funds appropriated in
 23 part 1 for transit capital and rail infrastructure. The report
 24 shall include a summary of funds expended, encumbered, and lapsed
 25 for both transit capital and rail infrastructure. With regard to
 26 transit capital projects, the report shall include grantees, grant

1 amounts, project description, and project completion dates. With
2 regard to rail infrastructure projects, the report shall include
3 grant amounts, project description, and project completion dates.